



LIFE AND ACCIDENT AND HEALTH COMPANIES - ASSOCIATION EDITION

QUARTERLY STATEMENT

AS OF MARCH 31, 2014

OF THE CONDITION AND AFFAIRS OF THE

Kanawha Insurance Company

NAIC Group Code01190119NAIC Company Code65110Employer's ID Number57-0380426  
(Current)(Prior)

Organized under the Laws ofSouth Carolina, State of Domicile or Port of EntrySC

Country of DomicileUnited States of America

Incorporated/Organized05/22/1958Commenced Business12/01/1958

Statutory Home Office210 South White StreetLancaster , SC, US 29720  
(Street and Number)(City or Town, State, Country and Zip Code)

Main Administrative Office210 South White StreetLancaster , SC, US 29720803-283-5300  
(Street and Number)(City or Town, State, Country and Zip Code)(Area Code) (Telephone Number)

Mail AddressPO Box 740036Louisville , KY, US 40201-7436  
(Street and Number or P.O. Box)(City or Town, State, Country and Zip Code)

Primary Location of Books and Records210 South White StreetLancaster , SC, US 29720803-283-5300  
(Street and Number)(City or Town, State, Country and Zip Code)(Area Code) (Telephone Number)

Internet Website Addresswww.kanawha.com

Statutory Statement ContactBryan Oberholtzer502-580-1077  
(Name)(Area Code) (Telephone Number)  
DOIINQUIRIES@humana.com502-580-2099  
(E-mail Address)(FAX Number)

OFFICERS

President & CEOBruce Dale BroussardInterim Chief Financial OfficerSteven Edward McCulley #  
VP & Corporate SecretaryJoan Olliges LenahanAppointed ActuaryJonathan Albert Canine

OTHER

George Grant Bauernfeind Vice PresidentElizabeth Diane Bierbower Pres., Employer Group SegmentJohn Gregory Catron VP & Chief Compliance Officer  
Gerald Lawrence Ganoni President & VP, Small Business & Large GroupRoy Goldman Ph.D VP & Chief ActuaryCharles Frederic Lambert, III Vice President  
Brian Phillip LeClaire Sr VP & Chief Svc & Info OfficerThomas Joseph Liston President, Retail SegmentMark Matthew Matzke VP-Strategic Mgmt Small Group  
Bruce Devereau Perkins Pres, Healthcare Svcs SegmentTamara Lynn Quiram # COO, Small Business & Large GroupRichard Donald Remmers VP, Employer Group Segment  
Joseph Christopher Ventura Assistant Corporate SecretaryRalph Martin Wilson Vice PresidentVacancy # Treasurer

DIRECTORS OR TRUSTEES

Roy Ainsworth Beveridge M.D. #Bruce Dale BroussardJames Elmer Murray

State ofKentuckySS:  
County ofJefferson

The officers of this reporting entity being duly sworn, each depose and say that they are the described officers of said reporting entity, and that on the reporting period stated above, all of the herein described assets were the absolute property of the said reporting entity, free and clear from any liens or claims thereon, except as herein stated, and that this statement, together with related exhibits, schedules and explanations therein contained, annexed or referred to, is a full and true statement of all the assets and liabilities and of the condition and affairs of the said reporting entity as of the reporting period stated above, and of its income and deductions therefrom for the period ended, and have been completed in accordance with the NAIC Annual Statement Instructions and Accounting Practices and Procedures manual except to the extent that: (1) state law may differ; or, (2) that state rules or regulations require differences in reporting not related to accounting practices and procedures, according to the best of their information, knowledge and belief, respectively. Furthermore, the scope of this attestation by the described officers also includes the related corresponding electronic filing with the NAIC, when required, that is an exact copy (except for formatting differences due to electronic filing) of the enclosed statement. The electronic filing may be requested by various regulators in lieu of or in addition to the enclosed statement.

Bruce Dale BroussardJoan Olliges LenahanAlan James Bailey  
President & CEOPresident & Corporate SecretaryAssistant Treasurer #

Subscribed and sworn to before me thisa. Is this an original filing? .....Yes [ X ] No [ ]  
12th day of May, 2014b. If no,  
1. State the amendment number.....  
2. Date filed .....  
3. Number of pages attached.....

Michele Sizemore  
Notary Public  
January 3, 2015

STATEMENT AS OF MARCH 31, 2014 OF THE Kanawha Insurance Company

ASSETS

	Current Statement Date			4 December 31 Prior Year Net Admitted Assets
	1 Assets	2 Nonadmitted Assets	3 Net Admitted Assets (Cols. 1 - 2)	
1. Bonds .....	1,300,798,334	0	1,300,798,334	1,277,155,180
2. Stocks:				
2.1 Preferred stocks .....	0	0	0	0
2.2 Common stocks .....	1,942,648	0	1,942,648	1,978,201
3. Mortgage loans on real estate:				
3.1 First liens .....	3,126,931	0	3,126,931	3,400,911
3.2 Other than first liens.....	0	0	0	0
4. Real estate:				
4.1 Properties occupied by the company (less \$ .....0 encumbrances) .....	113,000	0	113,000	223,000
4.2 Properties held for the production of income (less \$ .....0 encumbrances) .....	0	0	0	0
4.3 Properties held for sale (less \$ .....0 encumbrances) .....	0	0	0	0
5. Cash (\$ .....68,213,014 ), cash equivalents (\$ .....155,197,916 ) and short-term investments (\$ .....36,663,511 ) .....	260,074,441	0	260,074,441	237,529,766
6. Contract loans (including \$ .....0 premium notes) .....	13,122,481	0	13,122,481	13,244,236
7. Derivatives .....	0	0	0	0
8. Other invested assets .....	0	0	0	0
9. Receivables for securities .....	0	0	0	0
10. Securities lending reinvested collateral assets .....	0	0	0	0
11. Aggregate write-ins for invested assets .....	0	0	0	0
12. Subtotals, cash and invested assets (Lines 1 to 11) .....	1,579,177,835	0	1,579,177,835	1,533,531,294
13. Title plants less \$ .....0 charged off (for Title insurers only) .....	0	0	0	0
14. Investment income due and accrued .....	17,371,114	0	17,371,114	16,971,321
15. Premiums and considerations:				
15.1 Uncollected premiums and agents' balances in the course of collection .....	15,747,788	4,217,236	11,530,552	12,550,771
15.2 Deferred premiums, agents' balances and installments booked but deferred and not yet due (including \$ .....0 earned but unbilled premiums) .....	10,764,716	0	10,764,716	8,413,402
15.3 Accrued retrospective premiums .....	0	0	0	0
16. Reinsurance:				
16.1 Amounts recoverable from reinsurers .....	3,791,954	0	3,791,954	2,720,602
16.2 Funds held by or deposited with reinsured companies .....	601,606	0	601,606	497,354
16.3 Other amounts receivable under reinsurance contracts .....	747,954	0	747,954	1,781,067
17. Amounts receivable relating to uninsured plans .....	0	0	0	0
18.1 Current federal and foreign income tax recoverable and interest thereon .....	5,356,517	0	5,356,517	43,338,402
18.2 Net deferred tax asset .....	203,615,543	203,615,543	0	0
19. Guaranty funds receivable or on deposit .....	0	0	0	0
20. Electronic data processing equipment and software .....	218,714	211,695	7,019	10,496
21. Furniture and equipment, including health care delivery assets (\$ .....0 ) .....	660,559	660,559	0	0
22. Net adjustment in assets and liabilities due to foreign exchange rates .....	0	0	0	0
23. Receivables from parent, subsidiaries and affiliates .....	2,221,857	0	2,221,857	0
24. Health care (\$ .....0 ) and other amounts receivable .....	390,650	0	390,650	3,223,434
25. Aggregate write-ins for other than invested assets .....	14,731,492	14,731,492	0	0
26. Total assets excluding Separate Accounts, Segregated Accounts and Protected Cell Accounts (Lines 12 to 25) .....	1,855,398,299	223,436,525	1,631,961,774	1,623,038,143
27. From Separate Accounts, Segregated Accounts and Protected Cell Accounts .....	0	0	0	0
28. Total (Lines 26 and 27)	1,855,398,299	223,436,525	1,631,961,774	1,623,038,143
DETAILS OF WRITE-INS				
1101. ....				
1102. ....				
1103. ....				
1198. Summary of remaining write-ins for Line 11 from overflow page .....	0	0	0	0
1199. Totals (Lines 1101 through 1103 plus 1198)(Line 11 above) .....	0	0	0	0
2501. Interest Maintenance Reserve .....	13,110,465	13,110,465	0	0
2502. Prepaid Commissions .....	1,541,697	1,541,697	0	0
2503. Miscellaneous Receivables .....	79,330	79,330	0	0
2598. Summary of remaining write-ins for Line 25 from overflow page .....	0	0	0	0
2599. Totals (Lines 2501 through 2503 plus 2598)(Line 25 above) .....	14,731,492	14,731,492	0	0

STATEMENT AS OF MARCH 31, 2014 OF THE Kanawha Insurance Company

LIABILITIES, SURPLUS AND OTHER FUNDS

	1 Current Statement Date	2 December 31 Prior Year
1. Aggregate reserve for life contracts \$ .....190,499,959 less \$ .....0 included in Line 6.3 (including \$ .....0 Modco Reserve)	190,499,959	186,834,012
2. Aggregate reserve for accident and health contracts (including \$ .....0 Modco Reserve)	1,212,731,480	1,195,778,876
3. Liability for deposit-type contracts (including \$ .....0 Modco Reserve)	7,247,441	7,252,486
4. Contract claims:		
4.1 Life	5,952,458	5,472,747
4.2 Accident and health	30,968,192	31,233,800
5. Policyholders' dividends \$ .....0 and coupons \$ .....0 due and unpaid	0	0
6. Provision for policyholders' dividends and coupons payable in following calendar year - estimated amounts:		
6.1 Dividends apportioned for payment (including \$ .....0 Modco)	1,347,213	1,342,478
6.2 Dividends not yet apportioned (including \$ .....0 Modco)	0	0
6.3 Coupons and similar benefits (including \$ .....0 Modco)	0	0
7. Amount provisionally held for deferred dividend policies not included in Line 6	0	0
8. Premiums and annuity considerations for life and accident and health contracts received in advance less \$ .....0 discount; including \$ .....1,924,533 accident and health premiums	3,026,069	2,866,674
9. Contract liabilities not included elsewhere:		
9.1 Surrender values on canceled contracts	0	0
9.2 Provision for experience rating refunds, including the liability of \$ .....0 accident and health experience rating refunds of which \$ .....0 is for medical loss ratio rebate per the Public Health Service Act	0	0
9.3 Other amounts payable on reinsurance, including \$ .....666,274 assumed and \$ .....4,293,049 ceded	4,959,323	5,480,905
9.4 Interest Maintenance Reserve	0	0
10. Commissions to agents due or accrued-life and annuity contracts \$ .....0 , accident and health \$ .....10,341,282 and deposit-type contract funds \$ .....0	10,341,282	10,618,164
11. Commissions and expense allowances payable on reinsurance assumed	0	0
12. General expenses due or accrued	432,600	398,462
13. Transfers to Separate Accounts due or accrued (net) (including \$ .....0 accrued for expense allowances recognized in reserves, net of reinsured allowances)	0	0
14. Taxes, licenses and fees due or accrued, excluding federal income taxes	788,017	1,365,541
15.1 Current federal and foreign income taxes, including \$ .....0 on realized capital gains (losses)	0	0
15.2 Net deferred tax liability	0	0
16. Unearned investment income	273,204	278,853
17. Amounts withheld or retained by company as agent or trustee	14,772	14,678
18. Amounts held for agents' account, including \$ .....0 agents' credit balances	0	0
19. Remittances and items not allocated	6,539,283	8,007,094
20. Net adjustment in assets and liabilities due to foreign exchange rates	0	0
21. Liability for benefits for employees and agents if not included above	1,953,234	1,971,011
22. Borrowed money \$ .....0 and interest thereon \$ .....0	0	0
23. Dividends to stockholders declared and unpaid	0	0
24. Miscellaneous liabilities:		
24.01 Asset valuation reserve	6,431,568	6,332,416
24.02 Reinsurance in unauthorized and certified (\$ .....0 ) companies	0	0
24.03 Funds held under reinsurance treaties with unauthorized and certified (\$ .....0 ) reinsurers	0	0
24.04 Payable to parent, subsidiaries and affiliates	0	1,194,028
24.05 Drafts outstanding	0	0
24.06 Liability for amounts held under uninsured plans	0	0
24.07 Funds held under coinsurance	0	0
24.08 Derivatives	0	0
24.09 Payable for securities	998,360	0
24.10 Payable for securities lending	0	0
24.11 Capital notes \$ .....0 and interest thereon \$ .....0	0	0
25. Aggregate write-ins for liabilities	1,467,762	1,449,497
26. Total liabilities excluding Separate Accounts business (Lines 1 to 25)	1,485,972,217	1,467,891,722
27. From Separate Accounts Statement	0	0
28. Total liabilities (Lines 26 and 27)	1,485,972,217	1,467,891,722
29. Common capital stock	4,624,469	4,624,469
30. Preferred capital stock	0	0
31. Aggregate write-ins for other than special surplus funds	0	0
32. Surplus notes	18,000,000	18,000,000
33. Gross paid in and contributed surplus	1,000,579,058	1,000,579,058
34. Aggregate write-ins for special surplus funds	0	0
35. Unassigned funds (surplus)	(877,213,970)	(868,057,106)
36. Less treasury stock, at cost:		
36.1 .....0 shares common (value included in Line 29 \$ .....0 )	0	0
36.2 .....0 shares preferred (value included in Line 30 \$ .....0 )	0	0
37. Surplus (Total Lines 31+32+33+34+35-36) (including \$ .....0 in Separate Accounts Statement)	141,365,088	150,521,952
38. Totals of Lines 29, 30 and 37	145,989,557	155,146,421
39. Totals of Lines 28 and 38 (Page 2, Line 28, Col. 3)	1,631,961,774	1,623,038,143
DETAILS OF WRITE-INS		
2501. Unclaimed Property	1,467,762	1,449,497
2502.		
2503.		
2598. Summary of remaining write-ins for Line 25 from overflow page	0	0
2599. Totals (Lines 2501 through 2503 plus 2598)(Line 25 above)	1,467,762	1,449,497
3101.		
3102.		
3103.		
3198. Summary of remaining write-ins for Line 31 from overflow page	0	0
3199. Totals (Lines 3101 through 3103 plus 3198)(Line 31 above)	0	0
3401.		
3402.		
3403.		
3498. Summary of remaining write-ins for Line 34 from overflow page	0	0
3499. Totals (Lines 3401 through 3403 plus 3498)(Line 34 above)	0	0

STATEMENT AS OF MARCH 31, 2014 OF THE Kanawha Insurance Company

SUMMARY OF OPERATIONS

	1	2	3
	Current Year To Date	Prior Year To Date	Prior Year Ended December 31
1. Premiums and annuity considerations for life and accident and health contracts .....	57,844,694	64,030,642	228,068,385
2. Considerations for supplementary contracts with life contingencies .....	0	0	0
3. Net investment income .....	17,782,394	17,923,272	72,163,400
4. Amortization of Interest Maintenance Reserve (IMR) .....	(76,900)	(74,491)	(225,861)
5. Separate Accounts net gain from operations excluding unrealized gains or losses .....	0	0	0
6. Commissions and expense allowances on reinsurance ceded .....	590,041	629,556	2,432,369
7. Reserve adjustments on reinsurance ceded .....	0	0	0
8. Miscellaneous Income:			
8.1 Income from fees associated with investment management, administration and contract guarantees from Separate Accounts .....	0	0	0
8.2 Charges and fees for deposit-type contracts .....	0	0	0
8.3 Aggregate write-ins for miscellaneous income .....	224,726	4,406	110,580
9. Totals (Lines 1 to 8.3) .....	76,364,955	82,513,385	302,548,873
10. Death benefits .....	7,204,159	6,863,409	31,607,550
11. Matured endowments (excluding guaranteed annual pure endowments) .....	4,643	32,718	116,606
12. Annuity benefits .....	180,341	122,829	559,284
13. Disability benefits and benefits under accident and health contracts .....	23,694,550	32,335,666	111,831,536
14. Coupons, guaranteed annual pure endowments and similar benefits .....	0	0	0
15. Surrender benefits and withdrawals for life contracts .....	893,274	819,735	4,683,750
16. Group conversions .....	0	0	0
17. Interest and adjustments on contract or deposit-type contract funds .....	68,441	13,410	26,805
18. Payments on supplementary contracts with life contingencies .....	0	0	0
19. Increase in aggregate reserves for life and accident and health contracts .....	20,613,506	15,405,362	335,554,261
20. Totals (Lines 10 to 19) .....	52,658,914	55,593,129	484,379,792
21. Commissions on premiums, annuity considerations, and deposit-type contract funds (direct business only) .....	15,140,941	16,943,539	63,339,931
22. Commissions and expense allowances on reinsurance assumed .....	2,622	5,757	6,374
23. General insurance expenses .....	19,285,216	17,043,610	84,276,821
24. Insurance taxes, licenses and fees, excluding federal income taxes .....	3,269,909	6,692,344	9,056,878
25. Increase in loading on deferred and uncollected premiums .....	1,356,035	1,560,624	(289,657)
26. Net transfers to or (from) Separate Accounts net of reinsurance .....	0	0	0
27. Aggregate write-ins for deductions .....	0	0	0
28. Totals (Lines 20 to 27) .....	91,713,637	97,839,003	640,770,139
29. Net gain from operations before dividends to policyholders and federal income taxes (Line 9 minus Line 28) .....	(15,348,682)	(15,325,618)	(338,221,266)
30. Dividends to policyholders .....	415,122	360,130	1,303,819
31. Net gain from operations after dividends to policyholders and before federal income taxes (Line 29 minus Line 30) .....	(15,763,804)	(15,685,748)	(339,525,085)
32. Federal and foreign income taxes incurred (excluding tax on capital gains) .....	(5,396,142)	(35,398,063)	(164,446,771)
33. Net gain from operations after dividends to policyholders and federal income taxes and before realized capital gains or (losses) (Line 31 minus Line 32) .....	(10,367,662)	19,712,315	(175,078,314)
34. Net realized capital gains (losses) (excluding gains (losses) transferred to the IMR) less capital gains tax of \$ .....27,370 (excluding taxes of \$ .....11,656 transferred to the IMR) .....	50,230	86,818	139,425
35. Net income (Line 33 plus Line 34) .....	(10,317,432)	19,799,133	(174,938,889)
CAPITAL AND SURPLUS ACCOUNT			
36. Capital and surplus, December 31, prior year .....	155,146,421	255,495,567	255,495,567
37. Net income (Line 35) .....	(10,317,432)	19,799,133	(174,938,889)
38. Change in net unrealized capital gains (losses) less capital gains tax of \$ .....(104,621)	(194,297)	82,244	119,765
39. Change in net unrealized foreign exchange capital gain (loss) .....	0	0	0
40. Change in net deferred income tax .....	0	0	(27,383,019)
41. Change in nonadmitted assets .....	1,454,018	757,958	28,197,746
42. Change in liability for reinsurance in unauthorized and certified companies .....	0	0	0
43. Change in reserve on account of change in valuation basis, (increase) or decrease .....	0	0	0
44. Change in asset valuation reserve .....	(99,153)	(269,318)	(1,344,749)
45. Change in treasury stock .....	0	0	0
46. Surplus (contributed to) withdrawn from Separate Accounts during period .....	0	0	0
47. Other changes in surplus in Separate Accounts Statement .....	0	0	0
48. Change in surplus notes .....	0	0	0
49. Cumulative effect of changes in accounting principles .....	0	0	0
50. Capital changes:			
50.1 Paid in .....	0	0	0
50.2 Transferred from surplus (Stock Dividend) .....	0	0	0
50.3 Transferred to surplus .....	0	0	0
51. Surplus adjustment:			
51.1 Paid in .....	0	0	75,000,000
51.2 Transferred to capital (Stock Dividend) .....	0	0	0
51.3 Transferred from capital .....	0	0	0
51.4 Change in surplus as a result of reinsurance .....	0	0	0
52. Dividends to stockholders .....	0	0	0
53. Aggregate write-ins for gains and losses in surplus .....	0	0	0
54. Net change in capital and surplus for the year (Lines 37 through 53) .....	(9,156,864)	20,370,017	(100,349,146)
55. Capital and surplus, as of statement date (Lines 36 + 54) .....	145,989,557	275,865,584	155,146,421
DETAILS OF WRITE-INS			
08.301. Miscellaneous Income .....	224,726	4,406	110,580
08.302. ....			
08.303. ....			
08.398. Summary of remaining write-ins for Line 8.3 from overflow page .....	0	0	0
08.399. Totals (Lines 08.301 through 08.303 plus 08.398) (Line 8.3 above) .....	224,726	4,406	110,580
2701. ....			
2702. ....			
2703. ....			
2798. Summary of remaining write-ins for Line 27 from overflow page .....	0	0	0
2799. Totals (Lines 2701 through 2703 plus 2798)(Line 27 above) .....	0	0	0
5301. ....			
5302. ....			
5303. ....			
5398. Summary of remaining write-ins for Line 53 from overflow page .....	0	0	0
5399. Totals (Lines 5301 through 5303 plus 5398)(Line 53 above) .....	0	0	0

STATEMENT AS OF MARCH 31, 2014 OF THE Kanawha Insurance Company

CASH FLOW

	1 Current Year To Date	2 Prior Year To Date	3 Prior Year Ended December 31
<b>Cash from Operations</b>			
1. Premiums collected net of reinsurance .....	56,319,272	60,070,915	227,721,531
2. Net investment income .....	17,929,947	17,276,442	74,213,817
3. Miscellaneous income .....	1,743,628	32,988	1,135,545
4. Total (Lines 1 to 3) .....	75,992,847	77,380,345	303,070,893
5. Benefit and loss related payments .....	33,419,194	109,060,367	220,692,505
6. Net transfers to Separate Accounts, Segregated Accounts and Protected Cell Accounts .....	0	0	0
7. Commissions, expenses paid and aggregate write-ins for deductions .....	35,590,670	42,500,574	157,732,117
8. Dividends paid to policyholders .....	410,387	353,960	1,305,160
9. Federal and foreign income taxes paid (recovered) net of \$ ..... 27,370 tax on capital gains (losses) .....	(43,338,402)	0	(120,556,702)
10. Total (Lines 5 through 9) .....	26,081,849	151,914,901	259,173,080
11. Net cash from operations (Line 4 minus Line 10) .....	49,910,998	(74,534,556)	43,897,813
<b>Cash from Investments</b>			
12. Proceeds from investments sold, matured or repaid:			
12.1 Bonds .....	13,851,268	41,619,125	110,487,217
12.2 Stocks .....	35,553	0	0
12.3 Mortgage loans .....	273,980	208,153	544,503
12.4 Real estate .....	99,316	0	740,082
12.5 Other invested assets .....	0	0	0
12.6 Net gains or (losses) on cash, cash equivalents and short-term investments .....	1,435	(1,926)	(1,362)
12.7 Miscellaneous proceeds .....	998,360	0	629,666
12.8 Total investment proceeds (Lines 12.1 to 12.7) .....	15,259,912	41,825,352	112,400,106
13. Cost of investments acquired (long-term only):			
13.1 Bonds .....	38,131,658	61,887,250	120,081,035
13.2 Stocks .....	0	67,394	195,399
13.3 Mortgage loans .....	0	0	0
13.4 Real estate .....	0	0	103,975
13.5 Other invested assets .....	0	0	0
13.6 Miscellaneous applications .....	0	0	0
13.7 Total investments acquired (Lines 13.1 to 13.6) .....	38,131,658	61,954,644	120,380,409
14. Net increase (or decrease) in contract loans and premium notes .....	(121,755)	46,535	(1,457,060)
15. Net cash from investments (Line 12.8 minus Line 13.7 and Line 14) .....	(22,749,991)	(20,175,827)	(6,523,243)
<b>Cash from Financing and Miscellaneous Sources</b>			
16. Cash provided (applied):			
16.1 Surplus notes, capital notes .....	0	0	0
16.2 Capital and paid in surplus, less treasury stock .....	0	0	75,000,000
16.3 Borrowed funds .....	0	0	0
16.4 Net deposits on deposit-type contracts and other insurance liabilities .....	(5,045)	53,790	52,268
16.5 Dividends to stockholders .....	0	0	0
16.6 Other cash provided (applied) .....	(4,611,287)	(3,931,405)	(659,880)
17. Net cash from financing and miscellaneous sources (Line 16.1 through Line 16.4 minus Line 16.5 plus Line 16.6) .....	(4,616,332)	(3,877,615)	74,392,388
<b>RECONCILIATION OF CASH, CASH EQUIVALENTS AND SHORT-TERM INVESTMENTS</b>			
18. Net change in cash, cash equivalents and short-term investments (Line 11, plus Lines 15 and 17) ..	22,544,675	(98,587,998)	111,766,958
19. Cash, cash equivalents and short-term investments:			
19.1 Beginning of year .....	237,529,766	125,762,808	125,762,808
19.2 End of period (Line 18 plus Line 19.1) .....	260,074,441	27,174,810	237,529,766

Note: Supplemental disclosures of cash flow information for non-cash transactions:

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EXHIBIT 1

DIRECT PREMIUMS AND DEPOSIT-TYPE CONTRACTS			
	1 Current Year To Date	2 Prior Year To Date	3 Prior Year Ended December 31
1. Industrial life .....	0	0	0
2. Ordinary life insurance .....	11,071,364	10,557,414	29,930,458
3. Ordinary individual annuities .....	0	0	0
4. Credit life (group and individual) .....	0	0	0
5. Group life insurance .....	10,133,859	6,927,091	41,467,942
6. Group annuities .....	0	0	0
7. A & H - group .....	17,690,353	27,713,790	74,994,206
8. A & H - credit (group and individual) .....	0	0	0
9. A & H - other .....	22,565,478	23,281,525	99,751,761
10. Aggregate of all other lines of business .....	0	0	0
11. Subtotal .....	61,461,054	68,479,820	246,144,368
12. Deposit-type contracts .....	0	0	0
13. Total	61,461,054	68,479,820	246,144,368
DETAILS OF WRITE-INS			
1001. ....			
1002. ....			
1003. ....			
1098. Summary of remaining write-ins for Line 10 from overflow page .....	0	0	0
1099. Totals (Lines 1001 through 1003 plus 1098)(Line 10 above)	0	0	0

STATEMENT AS OF March 31, 2014 OF THE Kanawha Insurance Company

NOTES TO THE FINANCIAL STATEMENTS

1. Summary of Significant Accounting Policies

A. Accounting Practices

The financial statements of the Company are presented on the basis of accounting practices prescribed or permitted by the South Carolina Department of Insurance.

The South Carolina Department of Insurance recognizes only statutory accounting practices prescribed or permitted by the state of South Carolina for determining and reporting the financial condition and results of operations of an insurance company, for determining its solvency under the South Carolina Insurance Law. The National Association of Insurance Commissioners’ (NAIC) Accounting Practices and Procedures manual (NAIC SAP) has been adopted as a component of prescribed or permitted practices by the state of South Carolina. The Commissioner of Insurance has the right to permit other specific practices that deviate from prescribed practices. No deviations exist.

A reconciliation of the Company’s net income and capital and surplus between NAIC SAP and practices prescribed and permitted by the state of South Carolina is shown below:

	State of Domicile	2014	2013
Net Income (Loss)			
1. Kanawha Insurance Company South Carolina basis	SC	\$ (10,317,432)	\$ (174,938,889)
2. State Prescribed Practices that increase/(decrease) NAIC SAP	SC	-	-
3. State Permitted Practices that increase/(decrease) NAIC SAP	SC	-	-
4. NAIC SAP	SC	\$ <u>(10,317,432)</u>	\$ <u>(174,938,889)</u>
Surplus			
5. Kanawha Insurance Company South Carolina basis	SC	\$ 145,989,557	\$ 155,146,421
6. State Prescribed Practices that increase/(decrease) NAIC SAP	SC	-	-
7. State Permitted Practices that increase/(decrease) NAIC SAP	SC	-	-
8. NAIC SAP	SC	\$ <u>145,989,557</u>	\$ <u>155,146,421</u>

B. Use of Estimates in the Preparation of the Financial Statements

The preparation of financial statements in conformity with Statutory Accounting Principles requires management to make estimates and assumptions that affect the reported amounts of assets and liabilities. It also requires disclosure of contingent assets and liabilities at the date of the financial statements and the reported amounts of revenue and expenses during the period. These estimates are based on knowledge of current events and anticipated future events, and accordingly, actual results could differ from those estimates.

C. Accounting Policy

Premiums are reported as earned in the period in which members are entitled to receive services, and are net of retroactive membership adjustments. Retroactive membership adjustments result from enrollment changes not yet processed, or not yet reported by an employer group or the government. Premiums received prior to such period are recorded as advance premiums.

Benefits incurred and loss adjustment expenses include claim payments, capitation payments, pharmacy costs net of rebates, allocations of certain centralized expenses, legal and administrative costs to settle claims, and various other costs incurred to provide health insurance coverage to members, as well as estimates of future payments to hospitals and others for medical care provided prior to the date of the statements of admitted assets, liabilities and surplus. Capitation payments represent monthly contractual fees disbursed to participating primary care physicians, and other providers who are responsible for providing medical care to members. Pharmacy costs represent payments for members’ prescription drug benefits, net of rebates from drug manufacturers.

In addition, the Company uses the following accounting policies:

- (1) Short-term investments include investments mainly in U.S. Government obligations with a maturity of twelve months or less from the date of purchase. Short-term investments are recorded at amortized cost. The carrying value of short-term investments approximates fair value due to the short-term maturities of the investments.
- (2)-(4) Investments are valued and classified in accordance with methods prescribed by the NAIC. Bonds with an NAIC rating of 1 or 2 are carried at amortized cost, with all other bonds being recorded at the lower of amortized cost or fair value; redeemable preferred stocks are carried at amortized cost; and non-redeemable preferred stocks are carried at fair value.

The Company regularly evaluates investment securities for impairment. The Company considers factors affecting the investee, factors affecting the industry the investee operates within, and general debt and equity market trends. The Company also considers the length of time an investment’s fair value has been below carrying value, the near term prospects for recovery to carrying value, and the Company’s intent and ability to hold the investment until maturity or market recovery is realized. If and when a determination is made that a decline in fair value below the cost basis is other-than-temporary, the related investment is written down to its estimated fair value through earnings.

Amortization of bond premium or discount is computed using the scientific interest method.

STATEMENT AS OF March 31, 2014 OF THE Kanawha Insurance Company

NOTES TO THE FINANCIAL STATEMENTS

Income from investments is recorded on an accrual basis. For the purpose of determining realized gains and losses, the cost of securities sold is based upon specific identification. Investment income due and accrued over 90 days past due is nonadmitted.

- (5) The Company estimates the fair value of its investments in mortgage loans on real estate using a discounted cash flow method based on rating, maturity and future income when compared to the expected yield for mortgages having similar characteristics. The rating for mortgages in good standing is based on property type, location, market conditions, occupancy, debt service coverage, loan to value, caliber of tenancy, borrower and payment record. Problem mortgages are priced to reflect their monetary value to the Company, considering such things as the degree of default, whether or not the payments are still being made, interest rate, maturity and operating performance of the underlying collateral.
- (6) For loan backed and structured securities where the securities fair value is less than the amortized cost, the Company considers several factors to determine if the security’s impairment is other-than-temporary. If the Company has the intent to sell the security or if the Company does not have the intent and ability to retain the security until recovery of its fair value, the related investment is written down to its estimated fair value through earnings. If, however, the Company has the intent and ability to retain the security until recovery of its fair value, the Company considers factors affecting the investee, factors affecting the industry the investee operates within, and general debt and equity market trends. The Company also considers the length of time an investment’s fair value has been below carrying value and the near term prospects for recovery to carrying value. If the determination is made, based on these factors, that the Company does expect to recover the entire amortized cost of the security, then an other-than-temporary impairment has not occurred. If, however, the determination is made that the Company does not expect to recover the entire amortized cost of the security based on the factors noted above, the Company recognizes a realized loss in earnings for the non-interest related decline. No loss is recognized for the interest impairment.
- (7) The Company accounts for its investments in subsidiaries using the audited statutory equity method of accounting.
- (8) Not Applicable.
- (9) Not Applicable.
- (10)-(11) The estimates of future medical benefit payments are developed using actuarial methods and assumptions based upon claim payment patterns, medical cost inflation, historical development such as claim inventory levels and claim receipt patterns, and other relevant factors. Corresponding administrative costs to process outstanding claims are estimated and accrued. Estimates of future payments relating to services incurred in the current and prior periods are continually reviewed by management and adjusted as necessary.

The Company assesses the profitability of its contracts for providing health insurance coverage to its members when current operating results or forecasts indicate probable future losses. The Company records a premium deficiency liability in current operations to the extent that the sum of expected future medical costs, claim adjustment expenses and maintenance costs exceed related future premiums. Investment income is not contemplated in the calculation of the premium deficiency liability.

Management believes the Company’s benefits payable and loss adjustment expense are adequate to cover future claims and loss adjustment expense payments required, however, such estimates are based on knowledge of current events and anticipated future events and, therefore, the actual liability could differ from the amounts provided.

- (12) The Company does not hold real estate for the production of income.  
  
Equipment is stated at cost less accumulated depreciation. Depreciation expense is computed using the straight-line method over estimated useful lives generally ranging from three to five years. Improvements to leased facilities are depreciated over the shorter of the remaining lease term or the anticipated life of the improvement.  
  
The Company recognizes an asset or liability for the deferred tax consequences of temporary differences between the tax bases of assets or liabilities and their reported amounts in the financial statements. The temporary differences will result in taxable or deductible amounts in future years when the reported amounts of the assets or liabilities are recovered or settled.
- (13) Not Applicable.
- (14) The asset valuation reserve (“AVR”) is determined using NAIC prescribed formulas and is reported as a liability rather than as a valuation allowance or appropriation of surplus. The AVR represents an allowance for possible fluctuations in the value of bonds, equity securities, mortgage loans, real estate and other invested assets.

2. Accounting Changes and Corrections of Errors

Not Applicable.

3. Business Combinations and Goodwill

A. Statutory Purchase Method

Not Applicable.

B. Statutory Merger

Not Applicable.



STATEMENT AS OF March 31, 2014 OF THE Kanawha Insurance Company

NOTES TO THE FINANCIAL STATEMENTS

C. Assumption Reinsurance

Not Applicable.

D. Impairment Loss

Not Applicable.

4. Discontinued Operations

Not Applicable.

5. Investments

A. Mortgage Loans, Including Mezzanine Real Estate Loans

No material change since year-end December 31, 2013.

B. Debt Restructuring

Not Applicable.

C. Reverse Mortgages

Not Applicable.

D. Loan-Backed Securities

(1) Not Applicable.

(2) Not Applicable.

(3) Not Applicable.

(4) The Company does not have any investments in an other-than-temporary impairment position at March 31, 2014.

Gross unrealized losses and related fair value of temporarily impaired securities that have been in a continuous unrealized loss position were as follows at March 31, 2014:

(a) The aggregate amount of unrealized losses:

1. Less than 12 Months	\$ (995,739)
2. 12 Months or Longer	\$ (1,063,031)

(b) The aggregate related fair value of securities with unrealized losses:

1. Less than 12 Months	\$ 35,759,053
2. 12 Months or Longer	\$ 15,746,565

The unrealized losses at March 31, 2014 were primarily due to increases in market interest rates and tighter liquidity conditions in the current markets than when the securities were purchased. All issuers of securities trading at an unrealized loss remain current on all contractual payments and the Company believes it is probable that all amounts due according to the contractual terms of the debt securities are collectible. After taking into account these and other factors, including the severity of the decline and the Company's ability and intent to hold these securities until recovery or maturity, the Company determined the unrealized losses on these investment securities were temporary and, as such, no impairment was required.

(5) Not Applicable.

E. Repurchase Agreements and/or Securities Lending Transactions

(1) The Company has no repurchase agreements or securities lending transactions.

(2) The Company has not pledged any of its assets as collateral.

(3-7) Not Applicable.

F. Real Estate

Not Applicable.

G. Low-Income Housing Tax Credits (LIHTC)

Not Applicable.

STATEMENT AS OF March 31, 2014 OF THE Kanawha Insurance Company

NOTES TO THE FINANCIAL STATEMENTS

H. Restricted Assets

(1) Restricted Assets (Including Pledged)

	Gross Restricted								Percentage	
	Current Year									
Restricted Asset Category	Total General Account (G/A)	G/A Supporting S/A Activity (a)	Total Separate Account (S/A) Restricted Assets	S/A Assets Supporting G/A Activity (b)	Total	Total From Prior Year	Increase / (Decrease)	Total Current Year Admitted Restricted	Gross Restricted to Total Assets	Admitted Restricted to Total Admitted Assets
a. Subject to contractual obligation for which liability is not shown	\$	\$	\$	\$	\$	\$	\$	\$	%	%
b. Collateral held under security lending agreements										
c. Subject to repurchase agreements										
d. Subject to reverse repurchase agreements										
e. Subject to dollar repurchase agreements										
f. Subject to dollar reverse repurchase agreements										
g. Placed under option contracts										
h. Letter stock or securities restricted to sale										
i. FHLB capital stock										
j. On deposit with states	7,042,686				7,042,686	6,993,982	48,704	7,042,686	.38%	.43 %
k. On deposit with other regulatory bodies										
l. Pledged collateral to FHLB (including assets backing funding agreements)										
m. Pledged as collateral not captured in other categories										
n. Other restricted assets	37,963,984				37,963,894	41,960,166	(3,996,272)	37,963,894	2.4%	2.0%
o. Total restricted assets	\$ 45,006,670	\$	\$	\$	\$ 45,006,670	\$49,002,852	\$(3,947,568)	\$ 45,006,670	2.4%	2.8%

- (2) Detail of Assets Pledged as Collateral Not Captured in Other Categories (Contracts that Share Similar Characteristics, Such as Reinsurance and Derivatives, Are Reported in the Aggregate)

Not Applicable.

- (3) Detail of Other Restricted Assets Categories (Contracts that Share Similar Characteristics, Such as Reinsurance and Derivatives, Are Reported in the Aggregate)

Not Applicable.

I. Working Capital Finance Investments

Not Applicable.

6. Joint Ventures, Partnerships and Limited Liability Companies

- A. The Company has no investments in Joint Ventures, Partnerships or Limited Liability Companies that exceed 10.0 percent of its admitted assets.
- B. The Company did not recognize any impairment write down for its investments in Joint Ventures, Partnerships and Limited Liability Companies during the statement periods.

7. Investment Income

- A. Due and accrued income was excluded from surplus on the following basis:

All investment income due and accrued with amounts that are over 90 days past due with the exception of mortgage loans in default.

- B. The total amount excluded was \$0.

8. Derivative Instruments

Not Applicable.

9. Income Taxes

No material change since year-end December 31, 2013.

## STATEMENT AS OF March 31, 2014 OF THE Kanawha Insurance Company

### NOTES TO THE FINANCIAL STATEMENTS

#### 10. Information Concerning Parent, Subsidiaries, Affiliates and Other Related Parties

A.-F. The Company has a management contract with Humana and other related parties whereby the Company is provided with medical and executive management, information systems, claims processing, billing and enrollment, and telemarketing and other services as required by the Company. Management fees charged to operations for the years ended December 31, 2013 and 2012 were approximately (\$78.0) million and \$89.8 million, respectively. As a part of this agreement, Humana makes cash disbursements on behalf of the Company which includes, but is not limited to, medical related items, general and administrative expenses, commissions and payroll. Humana is reimbursed by the Company weekly, based upon historical pattern of amounts and timing. Each month, these estimates are adjusted to ultimately settle upon actual disbursements made on behalf of the Company. The Company continues to be primarily liable for any outstanding payments made on behalf of the Company, should Humana not be able to fulfill its obligations. No dividends were paid by the Company. The Company received a capital contribution from Humana Inc. in the amount of \$75 million, on December 31, 2013. At March 31, 2014, the Company reported \$2.2 million due from Humana Inc. Amounts due to or from parent are generally settled within 30 days.

- G. Not Applicable.
- H. Not Applicable.
- I. Not Applicable.
- J. Not Applicable.
- K. Not Applicable.
- L. Not Applicable.

#### 11. Debt

##### A. Debt, including Capital Notes

The Company has no debentures outstanding.

The Company has no capital notes outstanding.

The Company does not have any reverse repurchase agreements.

##### B. Federal Home Loan Bank (FHLB) Agreements

The Company does not have any FHLB agreements.

#### 12. Retirement Plans, Deferred Compensation, Postemployment Benefits and Compensated Absences and Other Postretirement Benefit Plans

##### A-D. Defined Benefit Plans

No material change since year-end December 31, 2013.

##### E. Defined Contribution Plan

Not Applicable.

##### F. Multiemployer Plans

Not Applicable.

##### G. Consolidated/Holding Company Plans

No material changes since year-end December 31, 2013.

##### H. Postemployment Benefits and Compensated Absences

Not Applicable.

##### I. Impact of Medicare Modernization Act on Postretirement Benefits (INT 04-17)

Not Applicable.

#### 13. Capital and Surplus, Shareholders' Dividend Restrictions and Quasi-Reorganizations

- 1) The Company has \$1,549 par value common stock with 3,000 shares authorized and 2,985 shares issued and outstanding.
- 2) The Company has no preferred stock outstanding.
- 3-5) Dividends are noncumulative and are paid as determined by the Board of Directors. Dividends are subject to the approval of the Department of Insurance if such dividend distribution which, together with other dividends or distributions made within the preceding twelve months, exceeds the lesser of (a) 10 percent of the company's policyholder surplus as of December 31 of the prior year, or (b) the net income, for the twelve month period ending December 31 of the prior year.  
Within the limitations above, there are no restrictions placed on the portion of Company profits that may be paid as ordinary dividends to stockholders.  
No dividends were paid by the Company.
- 6) There were no restrictions placed on the Company's surplus, including for whom the surplus is being held.
- 7) Not Applicable.
- 8) Not Applicable.
- 9) Not Applicable.
- 10) The portion of unassigned funds (surplus) represented or reduced by cumulative unrealized gains and losses are \$0.2 million.

STATEMENT AS OF March 31, 2014 OF THE Kanawha Insurance Company

NOTES TO THE FINANCIAL STATEMENTS

11) The Company issued the following surplus note:

Date Issued	Interest Rate	Par Value (Face Amount of Notes)	Carrying Value of Note	Interest And/ Or Principal Paid Current Year	Total Interest And/or Principal	Unapproved Interest And/ Or Principal	Date of Maturity
6/29/2007	3.4%	18,000,000	18,000,000	-	-		Due on Demand
Total		18,000,000	18,000,000	-	-		XXX

The surplus note has the following repayment conditions, restrictions and subordination terms:

Any payment of the principal, whether prior to or at maturity, and any payment of interest on this debenture may be made in whole or in part only after the prior written approval of the Director of Insurance of the State of South Carolina. Repayment of the principal and payment of interest is subordinated to the prior payment of, or provision for, all general liabilities of the Company, but ranks superior to the claim, interest and equity of the shares or shareholders of the Company. No dividend can be paid on any security of the Company unless all unpaid accrued interest on the principal sum hereof has been first paid by the Company.

12) Not Applicable.

13) Not Applicable.

14. Contingencies

A. Contingent Commitments

Not Applicable.

B. Assessments

Not Applicable.

C. Gain Contingencies

Not Applicable.

D. The Company did not pay claims related extra contractual obligation and bad faith losses during the reporting period.

E. All Other Contingencies

During the ordinary course of business, the Company is subject to pending and threatened legal actions. Management of the Plan does not believe that any of these actions will have a material adverse effect on the Company’s surplus, results of operations or cash flows. However, the likelihood or outcome of current or future legal proceedings cannot be accurately predicted, and they could adversely affect the Company’s surplus, results of operations and cash flows.

The Company is not aware of any other material contingent liabilities as of March 31, 2014.

15. Leases

A. Lessee Operating Lease

No material change since year-end December 31, 2013.

16. Information about Financial Instruments with Off-Balance Sheet Risk and Financial Instruments with Concentrations of Credit Risk

The Company has no investment in Financial Instruments with Off Balance Sheet Risk or with Concentrations of Credit Risk.

17. Sale, Transfer and Servicing of Financial Assets and Extinguishments of Liabilities

A. Transfers of Receivables Reported as Sales

Not Applicable.

B. Transfer and Servicing of Financial Assets

Not Applicable.

C. Wash Sales

Not Applicable.

18. Gain or Loss to the Reporting Entity from Uninsured Plans and the Uninsured Portion of Partially Insured Plans

A. ASO Plans

Not Applicable.

STATEMENT AS OF March 31, 2014 OF THE Kanawha Insurance Company

NOTES TO THE FINANCIAL STATEMENTS

- B. ASC Plans
- Not Applicable.
- C. Medicare or Other Similarly Structured Cost Based Reimbursement Contract
- Not Applicable.
19. Direct Premium Written/Produced by Managing General Agents/Third Party Administrators
- Not Applicable.
20. Fair Value Measurements

A. (1) The fair value of financial assets at March 31, 2014 was as follows:

	Level 1	Level 2	Level 3	Total
Assets				
Residential Mortgage backed	\$ -	\$ 184,814	\$ -	\$ 184,814
Total invested assets	\$ -	\$ 184,814	\$ -	\$ 184,814

- (2) Rollforward of Level 3 Items
- Not Applicable.
- (3) There were no fair value measurements using significant unobservable inputs.
- (4) Fair value of actively traded debt securities are based on quoted market prices. Fair value of other debt securities are based on quoted market prices of identical or similar securities or based on observable inputs like interest rates generally using a market valuation approach, or, less frequently, an income valuation approach and are generally classified as Level 2. The Company generally obtains one quoted price for each security from a third party pricing service. These prices are generally derived from recently reported trades for identical or similar securities, including adjustments through the reporting date based upon observable market information. When quoted prices are not available, the third party pricing service may use quoted market prices of comparable securities or discounted cash flow analyses, incorporating inputs that are currently observable in the markets for similar securities. Inputs that are often used in the valuation methodologies include benchmark yields, reported trades, credit spreads, broker quotes, default rates and prepayment speeds. The Company is responsible for the determination of fair value and as such, the Company performs analysis on the prices received from the third party pricing service to determine whether the prices are reasonable estimates of fair value. The Company’s analysis includes a review of monthly price fluctuations as well as a quarterly comparison of the prices received from the pricing service to prices reported by the Company’s third party investment advisor. Based on the Company’s internal price verification procedures and review of fair value methodology documentation provided by the third party pricing service, there were no material adjustments to the prices obtained from the third party pricing service during the year ended March 31, 2014.
- (5) Derivative Fair Values
- Not Applicable.
- B. Other Fair Value Disclosures
- Not Applicable.
- C. Fair Values for All Financial Instruments by Levels 1, 2 and 3
- Not Applicable.
- D. Financial Instruments for which Not Practicable to Estimate Fair Values
- Not Applicable.
21. Other Items
- A. Extraordinary Items
- Not Applicable.
- B. Troubled Debt Restructuring: Debtors
- Not Applicable.
- C. Other Disclosures and Unusual Items
- Not Applicable.

STATEMENT AS OF March 31, 2014 OF THE Kanawha Insurance Company

NOTES TO THE FINANCIAL STATEMENTS

D. Business Interruption Insurance Recoveries

Not Applicable.

E. State Transferable and Non-transferable Tax Credits

Not Applicable.

F. Subprime Mortgage Related Risk Exposure

(1) The Company consults with its external investment managers to assess its subprime mortgage related risk exposure. Certain characteristics are utilized to determine if a mortgage-backed security has subprime exposure. The main characteristics reviewed when determining this are the collateral and structure of the security, the loan purpose, loan documentation, occupancy, geographical location, loan size and type. Subprime mortgage borrowers typically have lower credit scores, lower loan balances and higher loan-to-values than other conforming loans. Management’s practices include reviewing quantitative and qualitative credit models that analyze loan-level collateral composition, historical underwriter performance trends, the impact of macroeconomic factors, and issuer risks; as well as reviewing the estimation of security cash flows and monthly model calibrations.

(2) Direct exposure through investments in sub-prime mortgage loans.

The Company has no direct exposure through investment to sub-prime mortgage loans.

(3) Direct exposure through other investments:

- a. Residential mortgage backed securities – No substantial exposure noted.
- b. Collateralized debt obligations – No substantial exposure noted.
- c. Structured Securities (including principal protected notes) – No substantial exposure noted.
- d. Debt Securities of companies with significant sub-prime exposure – No substantial exposure noted.
- e. Equity securities of companies with significant sub-prime exposure – No substantial exposure noted.
- f. Other Assets – No substantial exposure noted.

(4) Underwriting exposure to sub-prime mortgage risk through Mortgage Guaranty coverage, Financial Guaranty coverage, Directors and Officers liability coverage, or Errors and Omissions liability coverage.

Not Applicable.

(5) Classification of mortgage related securities is primarily based on information from outside data services, including rating agency actions. When considering our exposure, the Company evaluated the percentage of full documentation loans, percent of owner occupied properties, FICO scores, average margin for ARM loans, percent of loans with prepayment penalties, the existence of non-traditional underwriting standards, among other factors.

G. Retained Assets

Not Applicable.

H. Offsetting and Netting of Assets and Liabilities

Not Applicable.

I. Joint and Several Liabilities

Not Applicable.

22. Events Subsequent

The Company is not aware of any events or transactions occurring subsequent to the close of the books for this statement which may have a material effect on its financial condition. Subsequent events have been considered through May 13, 2014 for the statutory statement issued on May 13, 2014.

23. Reinsurance

A. Ceded Reinsurance Report

Section 1 – General Interrogatories

(1) Are any of the reinsurers, listed in Schedule S as non-affiliated, owned in excess of 10.0 percent or controlled, either directly or indirectly, by the Company or by any representative, officer, trustee, or director of the Company?

Yes ( )      No ( X )

(2) Have any policies issued by the Company been reinsured with a Company chartered in a country other than the United States (excluding U.S. Branches of such companies) that is owned in excess of 10.0 percent or controlled directly or indirectly by an insured, a beneficiary, a creditor or an insured or any other person not primarily engaged in the insurance business?

Yes ( )      No ( X )

**STATEMENT AS OF March 31, 2014 OF THE Kanawha Insurance Company**

**NOTES TO THE FINANCIAL STATEMENTS**

Section 2 – Ceded Reinsurance Report – Part A

- (1) Does the Company have any reinsurance agreements in effect under which the reinsurer may unilaterally cancel any reinsurance for reasons other than for nonpayment of premium or other similar credits?

Yes ( )      No ( X )

- (2) Does the reporting entity have any reinsurance agreements in effect such that the amount of losses paid or accrued through the statement date may result in a payment to the reinsurer of amounts that, in aggregate and allowing for offset of mutual credits from other reinsurance agreements with the same reinsurer, exceed the total direct premium collected under the reinsured policies?

Yes ( )      No ( X )

Section 3 – Ceded Reinsurance Report – Part B

- (1) What is the estimated amount of the aggregate reduction in surplus, (for agreements other than those under which the reinsurer may unilaterally cancel for reasons other than for nonpayment of premium or other similar credits that are reflected in Section 2 above) of termination of ALL reinsurance agreements, by either party, as of the date of this statement? Where necessary, the Company may consider the current or anticipated experience of the business reinsured in making this estimate. \$0

- (2) Have any new agreements been executed or existing agreements amended, since January 1 of the year of this statement, to include policies or contracts that were in force or which had existing reserves established by the Company as of the effective date of the agreement?

Yes ( )      No ( X )

B. Uncollectible Reinsurance

Not Applicable.

C. Commutation of Ceded Reinsurance

Not Applicable.

D. Certified Reinsurer Rating Downgraded or Status Subject to Revocation

Not Applicable.

24. Retrospectively Rated Contracts and Contracts Subject to Redetermination

Not Applicable.

25. Change in Incurred Claims and Claim Adjustment Expenses

Reserves as of December 31, 2013 were \$172.8 million. As of March 31, 2014, \$21.6 million has been paid for incurred losses and loss adjustment expenses attributable to insured events of prior years. Reserves remaining for prior years are now \$149.9 million as a result of reestimation of unpaid losses and loss adjustment expenses principally on the long term care book of business. Therefore, there has been an \$1.3 million favorable prior-year development since December 31, 2013. The decrease is generally the result of ongoing analysis of recent loss development trends. Original estimates are increased or decreased as additional information becomes known regarding individual claims. The Company did not experience any material prior year claim development on retrospectively rated policies. The company has no retrospectively rated group insurance policies.

26. Intercompany Pooling Arrangements

A-G. Not Applicable.

27. Structured Settlements

The Company has no structured settlements.

28. Health Care Receivables

A. Pharmaceutical Rebate Receivables

Not Applicable.

B. Risk Sharing Receivables

Not Applicable.

29. Participating Policies

No material change since year-end December 31, 2013.

STATEMENT AS OF March 31, 2014 OF THE Kanawha Insurance Company

NOTES TO THE FINANCIAL STATEMENTS

30. Premium Deficiency Reserves

- |    |  |                     |
|----|--|---------------------|
| 1. | Liability carried for premium deficiency reserves              | \$ 16,285,184       |
| 2. | Date of the most recent evaluation of this liability           | March 31, 2014      |
| 3. | Was anticipated investment income utilized in the calculation? | Yes ( )    No ( X ) |

The Company did recognize the time value of money by discounting future losses at an annual interest rate of 0.10%.

31. Reserves for Life Contracts and Annuity Contracts

No material change since year-end December 31, 2013.

32. Analysis of Annuity Actuarial Reserves and Deposit Type Liabilities by Withdrawal Characteristics

No material change since year-end December 31, 2013.

33. Premiums and Annuity Considerations Deferred and Uncollected

Not Applicable.

34. Separate Accounts

Not Applicable.

35. Loss/Claim Adjustment Expenses

No material change since year-end December 31, 2013.



STATEMENT AS OF MARCH 31, 2014 OF THE Kanawha Insurance Company

GENERAL INTERROGATORIES

PART 1 - COMMON INTERROGATORIES

GENERAL

1.1

Did the reporting entity experience any material transactions requiring the filing of Disclosure of Material Transactions with the State of Domicile, as required by the Model Act?

Yes [ ] No [ X ]

1.2

If yes, has the report been filed with the domiciliary state?

Yes [ ] No [ ]

2.1

Has any change been made during the year of this statement in the charter, by-laws, articles of incorporation, or deed of settlement of the reporting entity?

Yes [ ] No [ X ]

2.2

If yes, date of change:

3.1

Is the reporting entity a member of an Insurance Holding Company System consisting of two or more affiliated persons, one or more of which is an insurer?  
If yes, complete Schedule Y, Parts 1 and 1A.

Yes [ X ] No [ ]

3.2

Have there been any substantial changes in the organizational chart since the prior quarter end?

Yes [ ] No [ X ]

3.3

If the response to 3.2 is yes, provide a brief description of those changes.

4.1

Has the reporting entity been a party to a merger or consolidation during the period covered by this statement?

Yes [ ] No [ X ]

4.2

If yes, provide the name of the entity, NAIC Company Code, and state of domicile (use two letter state abbreviation) for any entity that has ceased to exist as a result of the merger or consolidation.

1 Name of Entity	2 NAIC Company Code	3 State of Domicile

5.

If the reporting entity is subject to a management agreement, including third-party administrator(s), managing general agent(s), attorney-in-fact, or similar agreement, have there been any significant changes regarding the terms of the agreement or principals involved?  
If yes, attach an explanation.

Yes [ ] No [ X ] N/A [ ]

6.1

State as of what date the latest financial examination of the reporting entity was made or is being made.

12/31/2012

6.2

State the as of date that the latest financial examination report became available from either the state of domicile or the reporting entity. This date should be the date of the examined balance sheet and not the date the report was completed or released.

12/31/2012

6.3

State as of what date the latest financial examination report became available to other states or the public from either the state of domicile or the reporting entity. This is the release date or completion date of the examination report and not the date of the examination (balance sheet date).

07/03/2013

6.4

By what department or departments?  
South Carolina Department of Insurance

6.5

Have all financial statement adjustments within the latest financial examination report been accounted for in a subsequent financial statement filed with Departments?

Yes [ X ] No [ ] N/A [ ]

6.6

Have all of the recommendations within the latest financial examination report been complied with?

Yes [ X ] No [ ] N/A [ ]

7.1

Has this reporting entity had any Certificates of Authority, licenses or registrations (including corporate registration, if applicable) suspended or revoked by any governmental entity during the reporting period?

Yes [ ] No [ X ]

7.2

If yes, give full information:

8.1

Is the company a subsidiary of a bank holding company regulated by the Federal Reserve Board?

Yes [ ] No [ X ]

8.2

If response to 8.1 is yes, please identify the name of the bank holding company.

8.3

Is the company affiliated with one or more banks, thrifts or securities firms?

Yes [ ] No [ X ]

8.4

If response to 8.3 is yes, please provide below the names and location (city and state of the main office) of any affiliates regulated by a federal regulatory services agency [i.e. the Federal Reserve Board (FRB), the Office of the Comptroller of the Currency (OCC), the Federal Deposit Insurance Corporation (FDIC) and the Securities Exchange Commission (SEC)] and identify the affiliate's primary federal regulator.

1 Affiliate Name	2 Location (City, State)	3 FRB	4 OCC	5 FDIC	6 SEC

STATEMENT AS OF MARCH 31, 2014 OF THE Kanawha Insurance Company

GENERAL INTERROGATORIES

- 9.1

Are the senior officers (principal executive officer, principal financial officer, principal accounting officer or controller, or persons performing similar functions) of the reporting entity subject to a code of ethics, which includes the following standards? (a) Honest and ethical conduct, including the ethical handling of actual or apparent conflicts of interest between personal and professional relationships; (b) Full, fair, accurate, timely and understandable disclosure in the periodic reports required to be filed by the reporting entity; (c) Compliance with applicable governmental laws, rules and regulations; (d) The prompt internal reporting of violations to an appropriate person or persons identified in the code; and (e) Accountability for adherence to the code.

Yes ☒ No ☐
- 9.11

If the response to 9.1 is No, please explain:
- 9.2

Has the code of ethics for senior managers been amended?

Yes ☐ No ☒
- 9.21

If the response to 9.2 is Yes, provide information related to amendment(s).
- 9.3

Have any provisions of the code of ethics been waived for any of the specified officers?

Yes ☐ No ☒
- 9.31

If the response to 9.3 is Yes, provide the nature of any waiver(s).

FINANCIAL

- 10.1

Does the reporting entity report any amounts due from parent, subsidiaries or affiliates on Page 2 of this statement?

Yes ☒ No ☐
- 10.2

If yes, indicate any amounts receivable from parent included in the Page 2 amount:

\$2,221,857

INVESTMENT

- 11.1

Were any of the stocks, bonds, or other assets of the reporting entity loaned, placed under option agreement, or otherwise made available for use by another person? (Exclude securities under securities lending agreements.)

Yes ☐ No ☒
- 11.2

If yes, give full and complete information relating thereto:
12.

Amount of real estate and mortgages held in other invested assets in Schedule BA:

\$0
13.

Amount of real estate and mortgages held in short-term investments:

\$0
- 14.1

Does the reporting entity have any investments in parent, subsidiaries and affiliates?

Yes ☒ No ☐
- 14.2

If yes, please complete the following:

	1 Prior Year-End Book/Adjusted Carrying Value	2 Current Quarter Book/Adjusted Carrying Value
14.21 Bonds	\$0	\$0
14.22 Preferred Stock	\$0	\$0
14.23 Common Stock	\$0	\$0
14.24 Short-Term Investments	\$0	\$0
14.25 Mortgage Loans on Real Estate	\$0	\$0
14.26 All Other	\$0	\$0
14.27 Total Investment in Parent, Subsidiaries and Affiliates (Subtotal Lines 14.21 to 14.26)	\$0	\$0
14.28 Total Investment in Parent included in Lines 14.21 to 14.26 above	\$0	\$0
- 15.1

Has the reporting entity entered into any hedging transactions reported on Schedule DB?

Yes ☐ No ☒
- 15.2

If yes, has a comprehensive description of the hedging program been made available to the domiciliary state?

Yes ☐ No ☐
- If no, attach a description with this statement.

STATEMENT AS OF MARCH 31, 2014 OF THE Kanawha Insurance Company

GENERAL INTERROGATORIES

16. For the reporting entity's security lending program, state the amount of the following as of the current statement date:
- 16.1 Total fair value of reinvested collateral assets reported on Schedule DL, Parts 1 and 2.

16.2 Total book adjusted/carrying value of reinvested collateral assets reported on Schedule DL, Parts 1 and 2.

16.3 Total payable for securities lending reported on the liability page.
- \$

0

\$

0

\$

0

17. Excluding items in Schedule E - Part 3 - Special Deposits, real estate, mortgage loans and investments held physically in the reporting entity's offices, vaults or safety deposit boxes, were all stocks, bonds and other securities, owned throughout the current year held pursuant to a custodial agreement with a qualified bank or trust company in accordance with Section 1, III - General Examination Considerations, F. Outsourcing of Critical Functions, Custodial or Safekeeping Agreements of the NAIC Financial Condition Examiners Handbook?
- Yes
- [ X ]
- No
- [ ]

- 17.1 For all agreements that comply with the requirements of the NAIC Financial Condition Examiners Handbook, complete the following:

1 Name of Custodian(s)	2 Custodian Address
JP Morgan Chase	4 Metro Tech Center, 16th Floor Mail Code: NY1-C512, Brooklyn, NY 11245, Attn: Barbara J. Walsh
US Bank N. A.	1441 Main St Suite 775, Mail Code: EX-SC-WMSC, Columbia SC 29201, Attn: Carolyn Barefoot Corporate Trust

- 17.2 For all agreements that do not comply with the requirements of the NAIC Financial Condition Examiners Handbook, provide the name, location and a complete explanation:

1 Name(s)	2 Location(s)	3 Complete Explanation(s)

- 17.3 Have there been any changes, including name changes, in the custodian(s) identified in 17.1 during the current quarter?
- Yes
- [ ]
- No
- [ X ]

- 17.4 If yes, give full information relating thereto:

1 Old Custodian	2 New Custodian	3 Date of Change	4 Reason

- 17.5 Identify all investment advisors, brokers/dealers or individuals acting on behalf of broker/dealers that have access to the investment accounts, handle securities and have authority to make investments on behalf of the reporting entity:

1 Central Registration Depository	2 Name(s)	3 Address
107105.00	Blackrock, Inc.	55 East 52nd Street, New York, NY 10055

- 18.1 Have all the filing requirements of the Purposes and Procedures Manual of the NAIC Securities Valuation Office been followed?
- Yes
- [ X ]
- No
- [ ]

- 18.2 If no, list exceptions:

GENERAL INTERROGATORIES

PART 2 - LIFE & HEALTH

1.

Report the statement value of mortgage loans at the end of this reporting period for the following categories:

1

Amount

1.1

Long-Term Mortgages In Good Standing

1.11

Farm Mortgages

\$

0

1.12

Residential Mortgages

\$

3,126,931

1.13

Commercial Mortgages

\$

0

1.14

Total Mortgages in Good Standing

\$

3,126,931

1.2

Long-Term Mortgages In Good Standing with Restructured Terms

1.21

Total Mortgages in Good Standing with Restructured Terms

\$

0

1.3

Long-Term Mortgage Loans Upon which Interest is Overdue more than Three Months

1.31

Farm Mortgages

\$

0

1.32

Residential Mortgages

\$

0

1.33

Commercial Mortgages

\$

0

1.34

Total Mortgages with Interest Overdue more than Three Months

\$

0

1.4

Long-Term Mortgage Loans in Process of Foreclosure

1.41

Farm Mortgages

\$

0

1.42

Residential Mortgages

\$

0

1.43

Commercial Mortgages

\$

0

1.44

Total Mortgages in Process of Foreclosure

\$

0

1.5

Total Mortgage Loans (Lines 1.14 + 1.21 + 1.34 + 1.44) (Page 2, Column 3, Lines 3.1 + 3.2)

\$

3,126,931

1.6

Long-Term Mortgages Foreclosed, Properties Transferred to Real Estate in Current Quarter

1.61

Farm Mortgages

\$

0

1.62

Residential Mortgages

\$

0

1.63

Commercial Mortgages

\$

0

1.64

Total Mortgages Foreclosed and Transferred to Real Estate

\$

0

2.

Operating Percentages:

2.1

A&H loss percent

91.030 %

2.2

A&H cost containment percent

0.270 %

2.3

A&H expense percent excluding cost containment expenses

67.860 %

3.1

Do you act as a custodian for health savings accounts?

Yes [ ] No [ X ]

3.2

If yes, please provide the amount of custodial funds held as of the reporting date

\$

0

3.3

Do you act as an administrator for health savings accounts?

Yes [ ] No [ X ]

3.4

If yes, please provide the balance of the funds administered as of the reporting date

\$

0

## STATEMENT AS OF MARCH 31, 2014 OF THE Kanawha Insurance Company

## SCHEDULE S - CEDED REINSURANCE

Showing All New Reinsurance Treaties - Current Year to Date

1	2	3	4	5	6	7	8	9
NAIC Company Code	ID Number	Effective Date	Name of Reinsurer	Domiciliary Jurisdiction	Type of Reinsurance Ceded	Type of Reinsurer	Certified Reinsurer Rating  (1 through 6)	Effective Date of Certified Reinsurer Rating
NONE								

STATEMENT AS OF MARCH 31, 2014 OF THE Kanawha Insurance Company

**SCHEDULE T - PREMIUMS AND ANNUITY CONSIDERATIONS**

Current Year To Date - Allocated by States and Territories

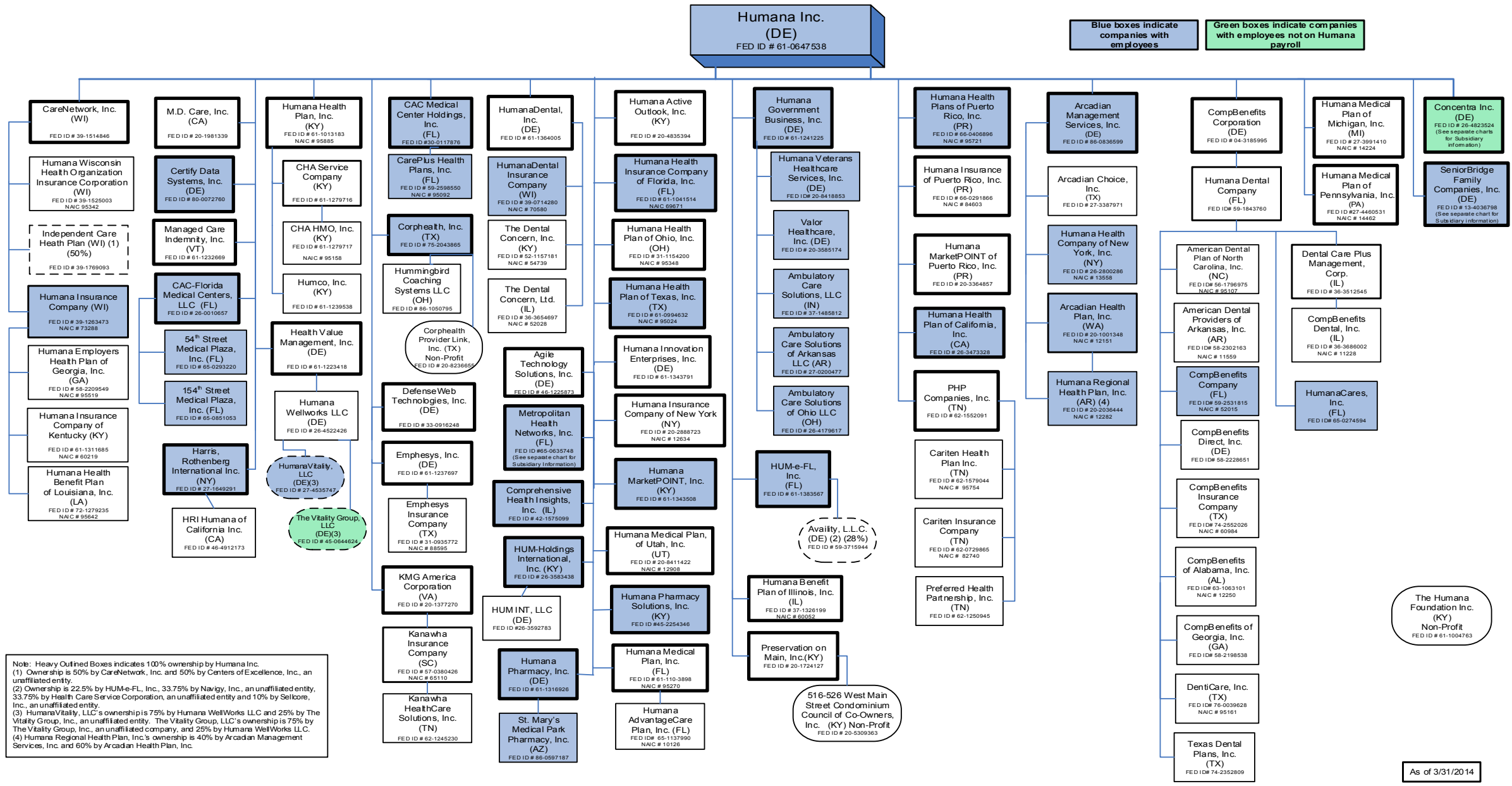
States, Etc.			1	Life Contracts		4	5	6	7
				2	3	Accident and Health Insurance Premiums, Including Policy, Membership and Other Fees			
			Active Status	Life Insurance Premiums	Annuity Considerations		Other Considerations	Total Columns 2 Through 5	Deposit-Type Contracts
1.	Alabama	AL	L	336,552	0	371,084	0	707,636	0
2.	Alaska	AK	N	353	0	3,398	0	3,751	0
3.	Arizona	AZ	L	183,228	0	893,699	0	1,076,927	0
4.	Arkansas	AR	L	147,706	0	222,704	0	370,410	0
5.	California	CA	L	733,046	0	2,098,820	0	2,831,866	0
6.	Colorado	CO	L	166,149	0	309,764	0	475,913	0
7.	Connecticut	CT	L	110,548	0	210,159	0	320,707	0
8.	Delaware	DE	L	5,696	0	17,095	0	22,791	0
9.	District of Columbia	DC	L	3,674	0	236,307	0	239,981	0
10.	Florida	FL	L	995,340	0	4,570,145	0	5,565,485	0
11.	Georgia	GA	L	1,104,471	0	2,191,919	0	3,296,390	0
12.	Hawaii	HI	L	10,241	0	417,513	0	427,754	0
13.	Idaho	ID	L	13,869	0	42,297	0	56,166	0
14.	Illinois	IL	L	1,194,596	0	1,836,505	0	3,031,101	0
15.	Indiana	IN	L	376,116	0	695,529	0	1,071,645	0
16.	Iowa	IA	L	64,189	0	267,408	0	331,597	0
17.	Kansas	KS	L	193,843	0	236,699	0	430,542	0
18.	Kentucky	KY	L	817,625	0	1,498,320	0	2,315,945	0
19.	Louisiana	LA	L	528,860	0	1,681,246	0	2,210,106	0
20.	Maine	ME	N	2,127	0	184,353	0	186,480	0
21.	Maryland	MD	L	97,975	0	305,687	0	403,662	0
22.	Massachusetts	MA	L	281,276	0	332,057	0	613,333	0
23.	Michigan	MI	L	517,643	0	1,673,719	0	2,191,362	0
24.	Minnesota	MN	L	120,908	0	374,919	0	495,827	0
25.	Mississippi	MS	L	152,256	0	322,978	0	475,234	0
26.	Missouri	MO	L	351,640	0	639,034	0	990,674	0
27.	Montana	MT	L	23,153	0	25,235	0	48,388	0
28.	Nebraska	NE	L	28,152	0	168,665	0	196,817	0
29.	Nevada	NV	L	88,372	0	479,764	0	568,136	0
30.	New Hampshire	NH	L	36,773	0	66,907	0	103,680	0
31.	New Jersey	NJ	L	142,325	0	703,333	0	845,658	0
32.	New Mexico	NM	L	45,010	0	53,958	0	98,968	0
33.	New York	NY	N	70,860	0	273,045	0	343,905	0
34.	North Carolina	NC	L	2,058,774	0	3,109,027	0	5,167,801	0
35.	North Dakota	ND	L	8,585	0	50,314	0	58,899	0
36.	Ohio	OH	L	816,935	0	1,626,118	0	2,443,053	0
37.	Oklahoma	OK	L	107,708	0	285,485	0	393,193	0
38.	Oregon	OR	L	14,506	0	34,463	0	48,969	0
39.	Pennsylvania	PA	L	447,398	0	982,205	0	1,429,603	0
40.	Rhode Island	RI	L	57,592	0	37,680	0	95,272	0
41.	South Carolina	SC	L	3,060,367	14,112	1,993,216	0	5,067,695	0
42.	South Dakota	SD	L	83,904	0	131,673	0	215,577	0
43.	Tennessee	TN	L	594,504	0	1,245,829	0	1,840,333	0
44.	Texas	TX	L	1,460,558	0	3,889,011	0	5,349,569	0
45.	Utah	UT	L	92,849	0	369,538	0	462,387	0
46.	Vermont	VT	L	521	0	73,574	0	74,095	0
47.	Virginia	VA	L	440,092	0	967,009	0	1,407,101	0
48.	Washington	WA	L	19,623	0	185,678	0	205,301	0
49.	West Virginia	WV	L	59,680	0	78,491	0	138,171	0
50.	Wisconsin	WI	L	407,120	0	991,197	0	1,398,317	0
51.	Wyoming	WY	L	12,189	0	16,001	0	28,190	0
52.	American Samoa	AS	N	0	0	0	0	0	0
53.	Guam	GU	N	0	0	0	0	0	0
54.	Puerto Rico	PR	N	0	0	0	0	0	0
55.	U.S. Virgin Islands	VI	N	0	0	0	0	0	0
56.	Northern Mariana Islands	MP	N	0	0	0	0	0	0
57.	Canada	CAN	N	0	0	0	0	0	0
58.	Aggregate Other Aliens	OT	XXX	0	0	0	0	0	0
59.	Subtotal	(a)	48	18,687,477	14,112	39,470,774	0	58,172,363	0
90.	Reporting entity contributions for employee benefits plans	XXX		0	0	0	0	0	0
91.	Dividends or refunds applied to purchase paid-up additions and annuities	XXX		0	0	0	0	0	0
92.	Dividends or refunds applied to shorten endowment or premium paying period	XXX		0	0	0	0	0	0
93.	Premium or annuity considerations waived under disability or other contract provisions	XXX		38,835	0	785,055	0	823,890	0
94.	Aggregate or other amounts not allocable by State	XXX		0	0	0	0	0	0
95.	Totals (Direct Business)	XXX		18,726,312	14,112	40,255,829	0	58,996,253	0
96.	Plus Reinsurance Assumed	XXX		321,794	0	784,450	0	1,106,244	0
97.	Totals (All Business)	XXX		19,048,106	14,112	41,040,279	0	60,102,497	0
98.	Less Reinsurance Ceded	XXX		273,974	0	4,448,629	0	4,722,603	0
99.	Totals (All Business) less Reinsurance Ceded	XXX		18,774,132	14,112	36,591,650	0	55,379,894	0
DETAILS OF WRITE-INS									
58001.		XXX							
58002.		XXX							
58003.		XXX							
58998.	Summary of remaining write-ins for Line 58 from overflow page	XXX		0	0	0	0	0	0
58999.	Totals (Lines 58001 through 58003 plus 58998)(Line 58 above)	XXX		0	0	0	0	0	0
9401.		XXX							
9402.		XXX							
9403.		XXX							
9498.	Summary of remaining write-ins for Line 94 from overflow page	XXX		0	0	0	0	0	0
9499.	Totals (Lines 9401 through 9403 plus 9498)(Line 94 above)	XXX		0	0	0	0	0	0

(L) Licensed or Chartered - Licensed Insurance Carrier or Domiciled RRG; (R) Registered - Non-domiciled RRGs; (Q) Qualified - Qualified or Accredited Reinsurer; (E) Eligible - Reporting Entities eligible or approved to write Surplus Lines in the state; (N) None of the above - Not allowed to write business in the state.

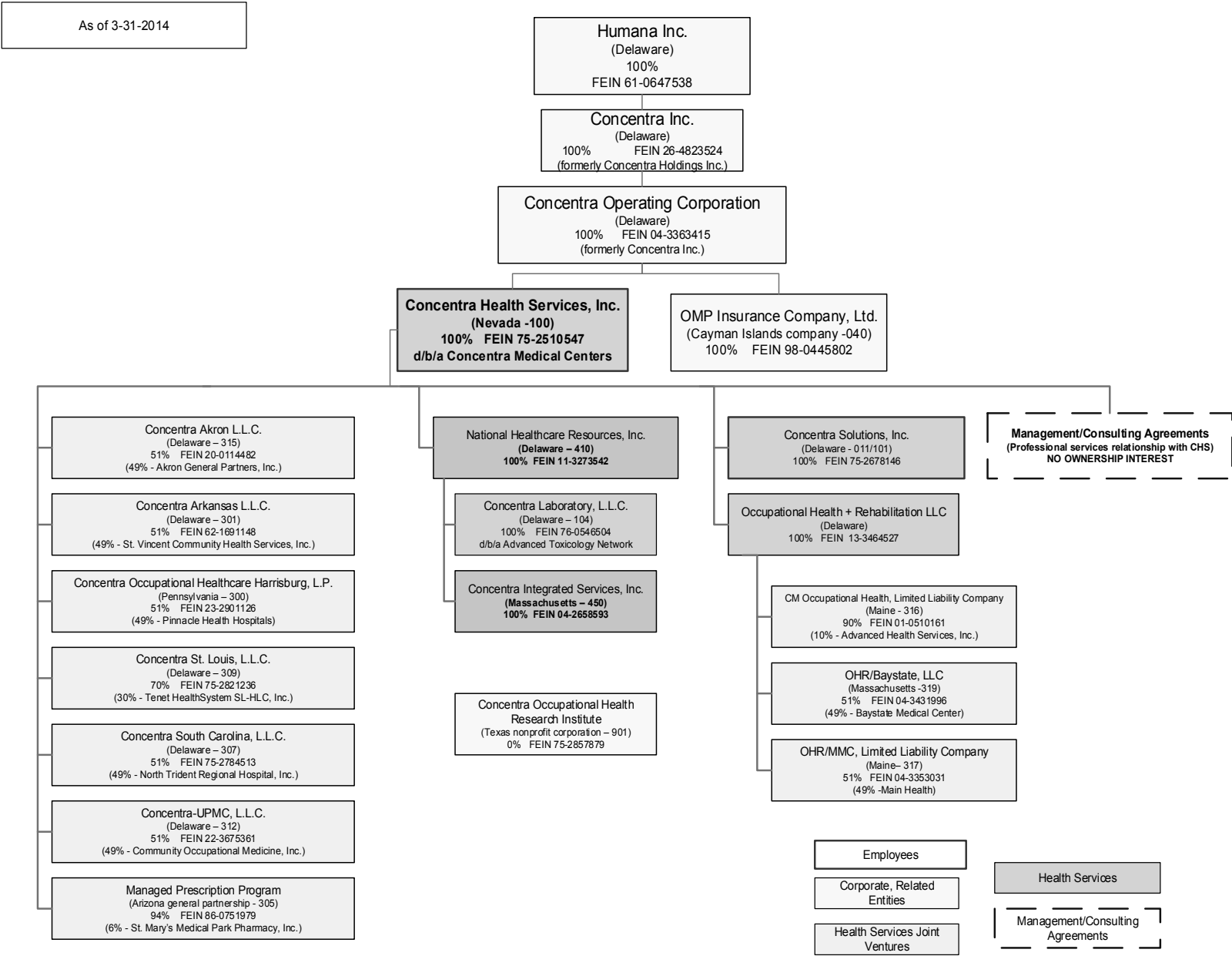
(a) Insert the number of L responses except for Canada and Other Alien.

STATEMENT AS OF MARCH 31, 2014 OF THE Kanawha Insurance Company

12



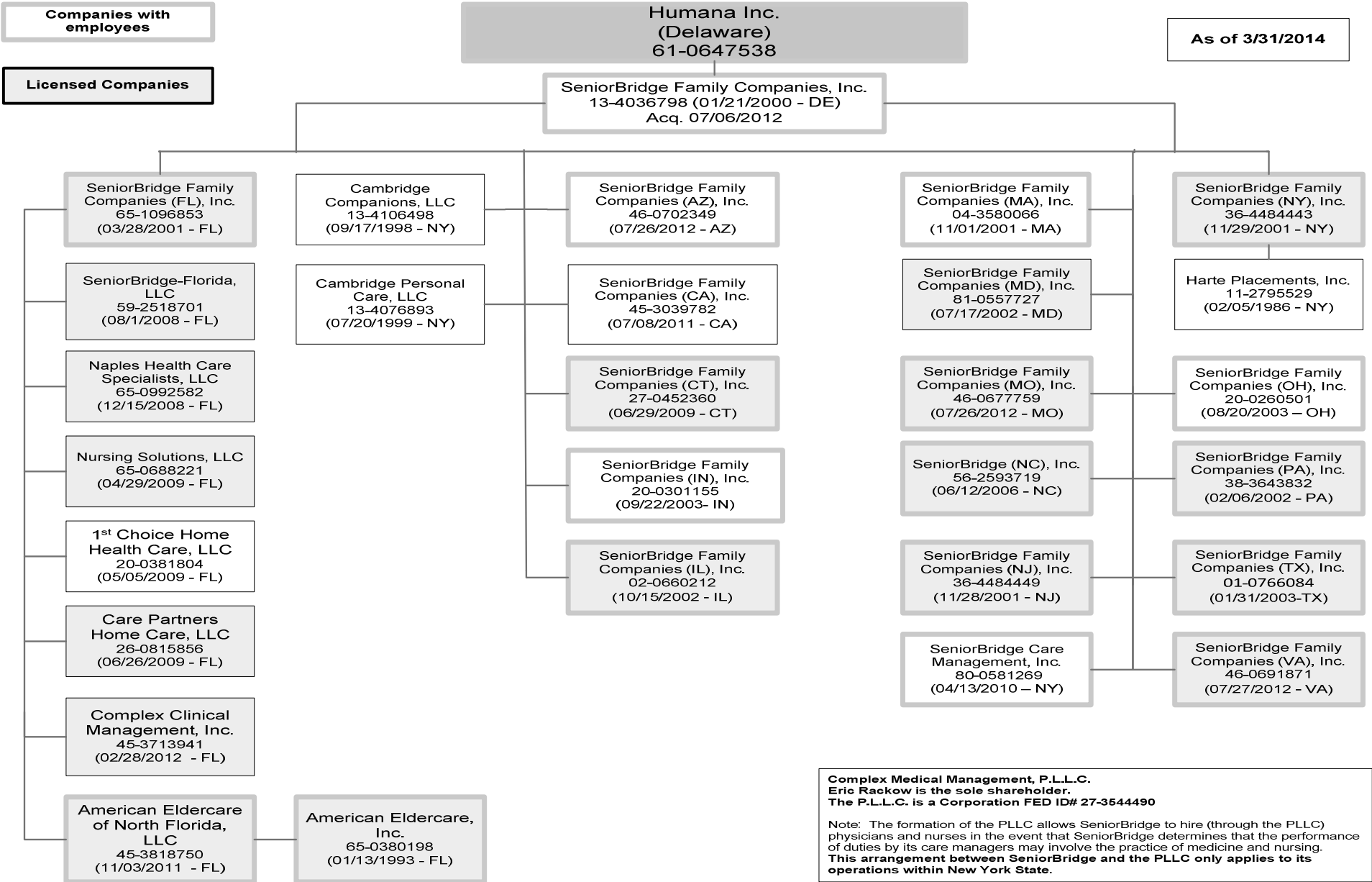
STATEMENT AS OF MARCH 31, 2014 OF THE Kanawha Insurance Company



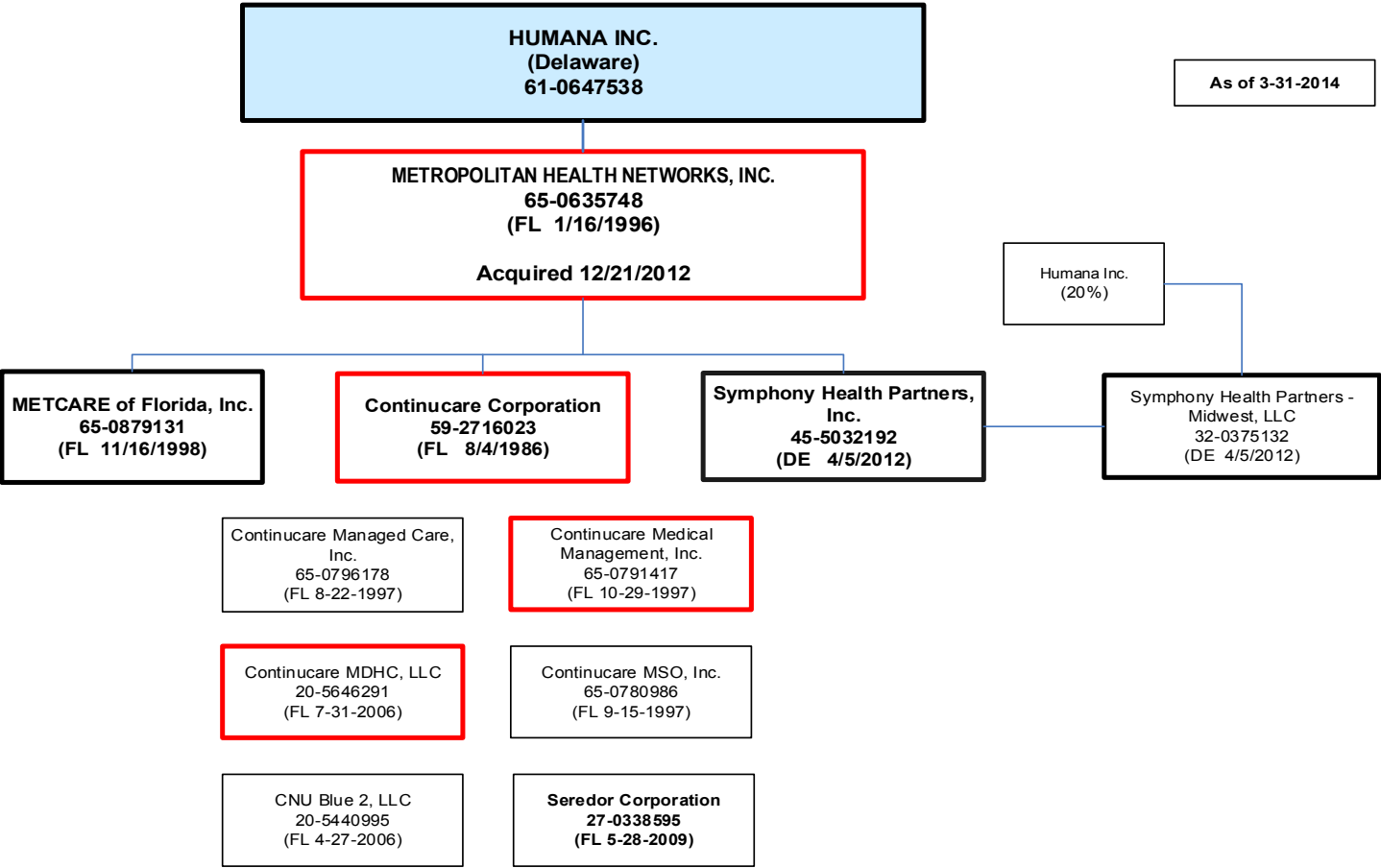


STATEMENT AS OF MARCH 31, 2014 OF THE Kanawha Insurance Company

12.2



STATEMENT AS OF MARCH 31, 2014 OF THE Kanawha Insurance Company



STATEMENT AS OF MARCH 31, 2014 OF THE Kanawha Insurance Company

**SCHEDULE Y**  
**PART 1A - DETAIL OF INSURANCE HOLDING COMPANY SYSTEM**

1	2	3	4	5	6	7	8	9	10	11	12	13	14	15
Group Code	Group Name	NAIC Company Code	Federal ID Number	Federal RSSD	CIK	Name of Securities Exchange if Publicly Traded (U.S. or International)	Names of Parent, Subsidiaries Or Affiliates	Domiciliary Location	Relationship to Reporting Entity	Directly Controlled by (Name of Entity/Person)	Type of Control (Ownership, Board, Management, Attorney-in-Fact, Influence, Other)	If Control is Ownership Provide Percentage	Ultimate Controlling Entity(ies)/Person(s)	*
0119	Humana Inc.	00000	65-0851053				154th Street Medical Plaza, Inc.	FL	NIA	CAC-Florida Medical Centers, LLC SeniorBridge Family Companies (FL), Inc.	Ownership	100.000	Humana Inc.	0
0119	Humana Inc.	00000	20-0381804				1st Choice Home Health Care, LLC	FL	NIA		Ownership	100.000	Humana Inc.	0
0119	Humana Inc.	00000	20-5309363				515-526W MainSt CondoCouncil of Co-Owners	KY	NIA	Preservation on Main, Inc.	Ownership	100.000	Humana Inc.	0
0119	Humana Inc.	00000	65-0293220				54th Street Medical Plaza, Inc.	FL	NIA	CAC-Florida Medical Centers, LLC	Ownership	100.000	Humana Inc.	0
0119	Humana Inc.	00000	46-1225873				Agile Technology Solutions, Inc.	DE	NIA	Humana Inc.	Ownership	100.000	Humana Inc.	0
0119	Humana Inc.	00000	27-0200477				Ambulatory Care Solutions of Arkansas LLC	AR	NIA	Humana Government Business, Inc.	Ownership	100.000	Humana Inc.	0
0119	Humana Inc.	00000	26-4179617				Ambulatory Care Solutions of Ohio LLC	OH	NIA	Humana Government Business, Inc.	Ownership	100.000	Humana Inc.	0
0119	Humana Inc.	00000	37-1485812				Ambulatory Care Solutions, LLC	IN	NIA	Humana Government Business, Inc.	Ownership	100.000	Humana Inc.	0
0119	Humana Inc.	95107	56-1796975				American Dental Plan of N. C., Inc.	NC	IA	Humana Dental Company	Ownership	100.000	Humana Inc.	0
0119	Humana Inc.	11559	58-2302163				American Dental Providers of Ark., Inc.	AR	IA	Humana Dental Company	Ownership	100.000	Humana Inc.	0
0119	Humana Inc.	00000	45-3818750				American Eldercare of North Florida, LLC	FL	NIA	SeniorBridge Family Companies (FL), Inc.	Ownership	100.000	Humana Inc.	0
0119	Humana Inc.	00000	65-0380198				American Eldercare, Inc.	FL	NIA	SeniorBridge Family Companies (FL), Inc.	Ownership	100.000	Humana Inc.	0
0119	Humana Inc.	00000	27-3387971				Arcadian Choice, Inc.	TX	NIA	Arcadian Management Services, Inc.	Ownership	100.000	Humana Inc.	0
0119	Humana Inc.	12151	20-1001348				Arcadian Health Plan, Inc.	WA	IA	Arcadian Management Services, Inc.	Ownership	100.000	Humana Inc.	0
0119	Humana Inc.	00000	86-0836599				Arcadian Management Services, Inc.	DE	NIA	Arcadian Management Services, Inc.	Ownership	100.000	Humana Inc.	0
0119	Humana Inc.	00000	59-3715944				Availity, L.L.C.	DE	OTH	See Footnote 1	Board of Directors	0.000	Humana Inc.	1
0119	Humana Inc.	00000	30-0117876				CAC Medical Center Holdings, Inc.	FL	NIA	Humana Inc.	Ownership	100.000	Humana Inc.	0
0119	Humana Inc.	00000	26-0010657				CAC-Florida Medical Centers, LLC	FL	NIA	Humana Inc.	Ownership	100.000	Humana Inc.	0
0119	Humana Inc.	00000	13-4106498				Cambridge Companions, LLC	NY	NIA	SeniorBridge Family Companies, Inc.	Ownership	100.000	Humana Inc.	0
0119	Humana Inc.	00000	13-4076893				Cambridge Personal Care, LLC	NY	NIA	SeniorBridge Family Companies, Inc.	Ownership	100.000	Humana Inc.	0
0119	Humana Inc.	00000	26-0815856				Care Partners Home Care, LLC	FL	NIA	SeniorBridge Family Companies (FL), Inc.	Ownership	100.000	Humana Inc.	0
0119	Humana Inc.	00000	39-1514846				CareNetwork, Inc.	WI	NIA	Humana Inc.	Ownership	100.000	Humana Inc.	0
0119	Humana Inc.	95092	59-2598550				CarePlus Health Plans, Inc.	FL	IA	CPHP Holdings, Inc.	Ownership	100.000	Humana Inc.	0
0119	Humana Inc.	95754	62-1579044				Cariten Health Plan Inc.	TN	IA	PHP Companies, Inc.	Ownership	100.000	Humana Inc.	0
0119	Humana Inc.	82740	62-0729865				Cariten Insurance Company	TN	IA	PHP Companies, Inc.	Ownership	100.000	Humana Inc.	0
0119	Humana Inc.	00000	80-0072760				Certify Data Systems, Inc.	DE	NIA	Humana Inc.	Ownership	100.000	Humana Inc.	0
0119	Humana Inc.	95158	61-1279717				CHA HMO, Inc.	KY	IA	CHA Service Company	Ownership	100.000	Humana Inc.	0
0119	Humana Inc.	00000	61-1279716				CHA Service Company	KY	NIA	Humana Health Plan, Inc.	Ownership	100.000	Humana Inc.	0
0119	Humana Inc.	00000	01-0510161				CM Occupational Health, L.L.C.	ME	NIA	See Footnote 2	Joint Venture	0.000	Humana Inc.	2
0119	Humana Inc.	00000	20-5440995				CNU Blue 2, LLC	FL	NIA	Continuicare Corporation	Ownership	100.000	Humana Inc.	0
0119	Humana Inc.	52015	59-2531815				CompBenefits Company	FL	IA	Humana Dental Company	Ownership	100.000	Humana Inc.	0
0119	Humana Inc.	00000	04-3185995				CompBenefits Corporation	DE	NIA	Humana Inc.	Ownership	100.000	Humana Inc.	0
0119	Humana Inc.	11228	36-3686002				CompBenefits Dental, Inc.	IL	IA	Dental Care Plus Management Corporation	Ownership	100.000	Humana Inc.	0
0119	Humana Inc.	00000	58-2228851				CompBenefits Direct, Inc.	DE	NIA	Humana Dental Company	Ownership	100.000	Humana Inc.	0
0119	Humana Inc.	60984	74-2552026				CompBenefits Insurance Company	TX	IA	Humana Dental Company	Ownership	100.000	Humana Inc.	0
0119	Humana Inc.	12250	63-1063101				CompBenefits of Alabama, Inc.	AL	IA	Humana Dental Company	Ownership	100.000	Humana Inc.	0
0119	Humana Inc.	00000	58-2198538				CompBenefits of Georgia, Inc.	GA	IA	Humana Dental Company	Ownership	100.000	Humana Inc.	0
0119	Humana Inc.	00000	45-3713941				Complex Clinical Management, Inc.	FL	NIA	SeniorBridge Family Companies (FL), Inc.	Ownership	100.000	Humana Inc.	0
0119	Humana Inc.	00000	42-1575099				Comprehensive Health Insights, Inc.	IL	NIA	Humana Inc.	Ownership	100.000	Humana Inc.	0
0119	Humana Inc.	00000	20-0114482				Concentra Akron, L.L.C.	DE	NIA	See Footnote 3	Joint Venture	100.000	Humana Inc.	3
0119	Humana Inc.	00000	62-1691148				Concentra Arkansas, L.L.C.	DE	NIA	See Footnote 8	Joint Venture	0.000	Humana Inc.	8
0119	Humana Inc.	00000	75-2510547				Concentra Health Services, Inc.	NV	NIA	Concentra Operating Corporation	Ownership	100.000	Humana Inc.	0
0119	Humana Inc.	00000	26-4823524				Concentra Inc.	DE	NIA	Humana Inc.	Ownership	100.000	Humana Inc.	0
0119	Humana Inc.	00000	04-2658593				Concentra Integrated Services, Inc.	MA	NIA	National Healthcare Resources, Inc.	Ownership	100.000	Humana Inc.	0
0119	Humana Inc.	00000	76-0546504				Concentra Laboratory, L.L.C.	DE	NIA	National Healthcare Resources, Inc.	Ownership	100.000	Humana Inc.	0
0119	Humana Inc.	00000	75-2857879				Concentra Occ Health Research Institute	TX	NIA	Concentra Health Services, Inc.	Ownership	100.000	Humana Inc.	0

**SCHEDULE Y**  
**PART 1A - DETAIL OF INSURANCE HOLDING COMPANY SYSTEM**

1	2	3	4	5	6	7	8	9	10	11	12	13	14	15
Group Code	Group Name	NAIC Company Code	Federal ID Number	Federal RSSD	CIK	Name of Securities Exchange if Publicly Traded (U.S. or International)	Names of Parent, Subsidiaries Or Affiliates	Domiciliary Location	Relationship to Reporting Entity	Directly Controlled by (Name of Entity/Person)	Type of Control (Ownership, Board, Management, Attorney-in-Fact, Influence, Other)	If Control is Ownership Provide Percentage	Ultimate Controlling Entity(ies)/Person(s)	*
.0119	Humana Inc.	.00000	23-2901126				Concentra Occ Healthcare Harrisburg, L.P	.PA	NIA	See Footnote 9	Joint Venture	.0.000	Humana Inc.	.9
.0119	Humana Inc.	.00000	04-3363415				Concentra Operating Corporation	.DE	NIA	Concentra Inc.	Ownership	.100.000	Humana Inc.	.0
.0119	Humana Inc.	.00000	75-2678146				Concentra Solutions, Inc.	.DE	NIA	Concentra Health Services, Inc.	Ownership	.100.000	Humana Inc.	.0
.0119	Humana Inc.	.00000	75-2784513				Concentra South Carolina, L.L.C.	.DE	NIA	See Footnote 10	Joint Venture	.0.000	Humana Inc.	.10
.0119	Humana Inc.	.00000	75-2821236				Concentra St. Louis, L.L.C.	.DE	NIA	See Footnote 11	Joint Venture	.0.000	Humana Inc.	.11
.0119	Humana Inc.	.00000	22-3675361				Concentra-UPMC, L.L.C.	.DE	NIA	See Footnote 12	Joint Venture	.0.000	Humana Inc.	.12
.0119	Humana Inc.	.00000	59-2716023				Continucare Corporation	.FL	NIA	Metropolitan Health Networks, Inc.	Ownership	.100.000	Humana Inc.	.0
.0119	Humana Inc.	.00000	65-0796178				Continucare Managed Care, Inc.	.FL	NIA	Continucare Corporation	Ownership	.100.000	Humana Inc.	.0
.0119	Humana Inc.	.00000	20-5646291				Continucare MDHC, LLC	.FL	NIA	Continucare Corporation	Ownership	.100.000	Humana Inc.	.0
.0119	Humana Inc.	.00000	65-0791417				Continucare Medical Management, Inc.	.FL	NIA	Continucare Corporation	Ownership	.100.000	Humana Inc.	.0
.0119	Humana Inc.	.00000	65-0780986				Continucare MSO, Inc.	.FL	NIA	Continucare Corporation	Ownership	.100.000	Humana Inc.	.0
.0119	Humana Inc.	.00000	20-8236655				Corphealth Provider Link, Inc.	.TX	NIA	Corphealth, Inc.	Ownership	.100.000	Humana Inc.	.0
.0119	Humana Inc.	.00000	75-2043865				Corphealth, Inc.	.TX	NIA	Humana Inc.	Ownership	.100.000	Humana Inc.	.0
.0119	Humana Inc.	.00000	33-0916248				DefenseWeb Technologies, Inc.	.DE	NIA	Humana Inc.	Ownership	.100.000	Humana Inc.	.0
.0119	Humana Inc.	.00000	36-3512545				Dental Care Plus Management Corp.	.IL	NIA	Humana Dental Company	Ownership	.100.000	Humana Inc.	.0
.0119	Humana Inc.	.95161	76-0039628				DentiCare, Inc.	.TX	IA	Humana Dental Company	Ownership	.100.000	Humana Inc.	.0
.0119	Humana Inc.	.88595	31-0935772				Emphesys Insurance Company	.TX	IA	Emphesys, Inc.	Ownership	.100.000	Humana Inc.	.0
.0119	Humana Inc.	.00000	61-1237697				Emphesys, Inc.	.DE	NIA	Humana Inc.	Ownership	.100.000	Humana Inc.	.0
.0119	Humana Inc.	.00000	27-1649291				Harris, Rothenberg International Inc.	.NY	NIA	Humana Inc.	Ownership	.100.000	Humana Inc.	.0
										SeniorBridge Family Companies (NY), Inc.				
.0119	Humana Inc.	.00000	11-2795529				Harte Placements, Inc.	.NY	NIA		Ownership	.100.000	Humana Inc.	.0
.0119	Humana Inc.	.00000	61-1223418				Health Value Management, Inc.	.DE	NIA	Humana Inc.	Ownership	.100.000	Humana Inc.	.0
.0119	Humana Inc.	.00000	46-4912173				HRI Humana of California Inc.	.CA	NIA	Harris, Rothenberg International Inc.	Ownership	.100.000	Humana Inc.	.0
.0119	Humana Inc.	.00000	26-3592783				HUM INT, LLC	.DE	NIA	HUM-Holdings International, Inc.	Ownership	.100.000	Humana Inc.	.0
.0119	Humana Inc.	.00000	20-4835394				Humana Active Outlook, Inc.	.KY	NIA	Humana Inc.	Ownership	.100.000	Humana Inc.	.0
.0119	Humana Inc.	.10126	65-1137990				Humana AdvantageCare Plan, Inc.	.FL	IA	Humana Medical Plan, Inc.	Ownership	.100.000	Humana Inc.	.0
.0119	Humana Inc.	.60052	37-1326199				Humana Benefit Plan of Illinois, Inc.	.IL	IA	Humana Inc.	Ownership	.100.000	Humana Inc.	.0
.0119	Humana Inc.	.00000	59-1843760				Humana Dental Company	.FL	NIA	CompBenefits Corporation	Ownership	.100.000	Humana Inc.	.0
.0119	Humana Inc.	.95519	58-2209549				Humana Employers Health Plan of GA. Inc.	.GA	IA	Humana Insurance Company	Ownership	.100.000	Humana Inc.	.0
.0119	Humana Inc.	.00000	61-1241225				Humana Government Business, Inc.	.DE	NIA	Humana Inc.	Ownership	.100.000	Humana Inc.	.0
.0119	Humana Inc.	.95642	72-1279235				Humana Health Benefit Plan of LA, Inc.	.LA	IA	Humana Insurance Company	Ownership	.100.000	Humana Inc.	.0
.0119	Humana Inc.	.13558	26-2800286				Humana Health Company of New York, Inc.	.NY	IA	Arcadian Management Services, Inc.	Ownership	.100.000	Humana Inc.	.0
.0119	Humana Inc.	.69671	61-1041514				Humana Health Ins. Co. of Florida, Inc.	.FL	IA	Humana Inc.	Ownership	.100.000	Humana Inc.	.0
.0119	Humana Inc.	.00000	26-3473328				Humana Health Plan of California, Inc.	.CA	IA	Humana Inc.	Ownership	.100.000	Humana Inc.	.0
.0119	Humana Inc.	.95348	31-1154200				Humana Health Plan of Ohio, Inc.	.OH	IA	Humana Inc.	Ownership	.100.000	Humana Inc.	.0
.0119	Humana Inc.	.95024	61-0994632				Humana Health Plan of Texas, Inc.	.TX	IA	Humana Inc.	Ownership	.100.000	Humana Inc.	.0
.0119	Humana Inc.	.95885	61-1013183				Humana Health Plan, Inc.	.KY	IA	Humana Inc.	Ownership	.100.000	Humana Inc.	.0
.0119	Humana Inc.	.95721	66-0406896				Humana Health Plans of Puerto Rico, Inc.	.PR	IA	Humana Inc.	Ownership	.100.000	Humana Inc.	.0
.0119	Humana Inc.	.00000	61-0647538			NYSE	Humana Inc.	.DE	UIP		Ownership	.100.000	Humana Inc.	.0
.0119	Humana Inc.	.00000	61-1343791				Humana Innovation Enterprises, Inc.	.DE	NIA	Humana Inc.	Ownership	.100.000	Humana Inc.	.0
.0119	Humana Inc.	.73288	39-1263473				Humana Insurance Company	.WI	IA	CareNetwork, Inc.	Ownership	.100.000	Humana Inc.	.0
.0119	Humana Inc.	.60219	61-1311685				Humana Insurance Company of Kentucky	.KY	IA	Humana Insurance Company	Ownership	.100.000	Humana Inc.	.0
.0119	Humana Inc.	.12634	20-2888723				Humana Insurance Company of New York	.NY	IA	Humana Inc.	Ownership	.100.000	Humana Inc.	.0
.0119	Humana Inc.	.84603	66-0291866				Humana Insurance of Puerto Rico, Inc.	.PR	IA	Humana Inc.	Ownership	.100.000	Humana Inc.	.0
.0119	Humana Inc.	.00000	20-3364857				Humana MarketPOINT of Puerto Rico, Inc.	.PR	NIA	Humana Inc.	Ownership	.100.000	Humana Inc.	.0
.0119	Humana Inc.	.00000	61-1343508				Humana MarketPOINT, Inc.	.KY	NIA	Humana Inc.	Ownership	.100.000	Humana Inc.	.0
.0119	Humana Inc.	.14224	27-3991410				Humana Medical Plan of Michigan, Inc.	.MI	IA	Humana Inc.	Ownership	.100.000	Humana Inc.	.0
.0119	Humana Inc.	.14462	27-4660531				Humana Medical Plan of Pennsylvania, Inc.	.PA	IA	Humana Inc.	Ownership	.100.000	Humana Inc.	.0
.0119	Humana Inc.	.12908	20-8411422				Humana Medical Plan of Utah, Inc.	.UT	IA	Humana Inc.	Ownership	.100.000	Humana Inc.	.0
.0119	Humana Inc.	.95270	61-1103898				Humana Medical Plan, Inc.	.FL	IA	Humana Inc.	Ownership	.100.000	Humana Inc.	.0
.0119	Humana Inc.	.00000	45-2254346				Humana Pharmacy Solutions, Inc.	.DE	NIA	Humana Inc.	Ownership	.100.000	Humana Inc.	.0

STATEMENT AS OF MARCH 31, 2014 OF THE Kanawha Insurance Company

**SCHEDULE Y**  
**PART 1A - DETAIL OF INSURANCE HOLDING COMPANY SYSTEM**

1	2	3	4	5	6	7	8	9	10	11	12	13	14	15
Group Code	Group Name	NAIC Company Code	Federal ID Number	Federal RSSD	CIK	Name of Securities Exchange if Publicly Traded (U.S. or International)	Names of Parent, Subsidiaries Or Affiliates	Domiciliary Location	Relationship to Reporting Entity	Directly Controlled by (Name of Entity/Person)	Type of Control (Ownership, Board, Management, Attorney-in-Fact, Influence, Other)	If Control is Ownership Provide Percentage	Ultimate Controlling Entity(ies)/Person(s)	*
..0119	Humana Inc. ....	..00000	61-1316926	.....	.....	.....	Humana Pharmacy, Inc. ....	..DE	..NIA	Humana Inc. ....	Ownership.....	..100.000	Humana Inc. ....	....0
..0119	Humana Inc. ....	..12282	20-2036444	.....	.....	.....	Humana Regional Health Plan, Inc. ....	..AR	..IA	Arcadian Management Services, Inc./Arcadia Health Plan, Inc. ....	Ownership.....	..100.000	Humana Inc. ....	....6
..0119	Humana Inc. ....	..00000	20-8418853	.....	.....	.....	Humana Veterans Healthcare Services, Inc. ....	..DE	..NIA	Humana Government Business, Inc. ....	Ownership.....	..100.000	Humana Inc. ....	....0
..0119	Humana Inc. ....	..00000	26-4522426	.....	.....	.....	Humana WellWorks LLC	..DE	..NIA	Health Value Management, Inc. ....	Ownership.....	..100.000	Humana Inc. ....	....0
..0119	Humana Inc. ....	..95342	39-1525003	.....	.....	.....	Humana Wisc. Health Org. Ins. Corp. ....	..WI	..IA	CareNetwork, Inc. ....	Ownership.....	..100.000	Humana Inc. ....	....0
..0119	Humana Inc. ....	..00000	65-0274594	.....	.....	.....	HumanaCares, Inc. ....	..FL	..NIA	Humana Dental Company	Ownership.....	..100.000	Humana Inc. ....	....0
..0119	Humana Inc. ....	..70580	39-0714280	.....	.....	.....	HumanaDental Insurance Company	..WI	..IA	HumanaDental, Inc. ....	Ownership.....	..100.000	Humana Inc. ....	....0
..0119	Humana Inc. ....	..00000	61-1364005	.....	.....	.....	HumanaDental, Inc. ....	..DE	..NIA	Humana Inc. ....	Ownership.....	..100.000	Humana Inc. ....	....0
..0119	Humana Inc. ....	..00000	27-4535747	.....	.....	.....	HumanaVitality, LLC	..DE	..OTH	See Footnote 5	Ownership.....	..75.000	Humana Inc. ....	....5
..0119	Humana Inc. ....	..00000	61-1239538	.....	.....	.....	Humco, Inc. ....	..KY	..NIA	Humana Health Plan, Inc. ....	Ownership.....	..100.000	Humana Inc. ....	....0
..0119	Humana Inc. ....	..00000	61-1383567	.....	.....	.....	HUM-e-FL, Inc. ....	..FL	..NIA	Humana Inc. ....	Ownership.....	..100.000	Humana Inc. ....	....0
..0119	Humana Inc. ....	..00000	26-3583438	.....	.....	.....	HUM-Holdings International, Inc. ....	..KY	..NIA	Humana Inc. ....	Ownership.....	..100.000	Humana Inc. ....	....0
..0119	Humana Inc. ....	..00000	86-1050795	.....	.....	.....	Hummingbird Coaching Systems LLC	..OH	..NIA	Corphealth, Inc. ....	Ownership.....	..100.000	Humana Inc. ....	....0
..0119	Humana Inc. ....	..00000	39-1769093	.....	.....	.....	Independent Care Health Plan	..WI	..OTH	See Footnote 4	Other.....	..100.000	Humana Inc. ....	....4
..0119	Humana Inc. ....	..00000	62-1245230	.....	.....	.....	Kanawha HealthCare Solutions, Inc. ....	..TN	..DS	Kanawha Insurance Company	Ownership.....	..100.000	Humana Inc. ....	....0
..0119	Humana Inc. ....	..65110	57-0380426	.....	.....	.....	Kanawha Insurance Company	..SC	..RE	KMG America Corporation	Ownership.....	..100.000	Humana Inc. ....	....0
..0119	Humana Inc. ....	..00000	20-1377270	.....	.....	.....	KMG America Corporation	..VA	..UDP	Humana Inc. ....	Ownership.....	..100.000	Humana Inc. ....	....0
..0119	Humana Inc. ....	..00000	20-1981339	.....	.....	.....	M.D. Care, Inc. ....	..CA	..IA	Humana Inc. ....	Ownership.....	..100.000	Humana Inc. ....	....0
..0119	Humana Inc. ....	..00000	61-1232669	.....	.....	.....	Managed Care Indemnity, Inc. ....	..VT	..IA	Humana Inc. ....	Ownership.....	..100.000	Humana Inc. ....	....0
..0119	Humana Inc. ....	..00000	86-0751979	.....	.....	.....	Managed Prescription Program	..AZ	..NIA	Concentra Health Services, Inc. ....	Ownership.....	..100.000	Humana Inc. ....	....0
..0119	Humana Inc. ....	..00000	65-0879131	.....	.....	.....	METCARE of Florida, Inc. ....	..FL	..NIA	Metropolitan Health Networks, Inc. ....	Ownership.....	..100.000	Humana Inc. ....	....0
..0119	Humana Inc. ....	..00000	65-0635728	.....	.....	.....	Metropolitan Health Networks, Inc. ....	..FL	..NIA	Humana Inc. ....	Ownership.....	..100.000	Humana Inc. ....	....0
..0119	Humana Inc. ....	..00000	65-0992582	.....	.....	.....	Naples Health Care Specialists, LLC	..FL	..NIA	SeniorBridge Family Companies (FL), Inc. ....	Ownership.....	..100.000	Humana Inc. ....	....0
..0119	Humana Inc. ....	..00000	11-3273542	.....	.....	.....	National Healthcare Resources, Inc. ....	..DE	..NIA	Concentra Health Services, Inc. ....	Ownership.....	..100.000	Humana Inc. ....	....0
..0119	Humana Inc. ....	..00000	65-0688221	.....	.....	.....	Nursing Solutions, LLC	..FL	..NIA	SeniorBridge Family Companies (FL), Inc. ....	Ownership.....	..100.000	Humana Inc. ....	....0
..0119	Humana Inc. ....	..00000	04-3353031	.....	.....	.....	OHR/Baystate, LLC	..MA	..NIA	See Footnote 13	Joint Venture .....	..0.000	Humana Inc. ....	....13
..0119	Humana Inc. ....	..00000	04-3353031	.....	.....	.....	OHR/MMC, Limited Liability Company	..ME	..NIA	See Footnote 14	Joint Venture .....	..100.000	Humana Inc. ....	....14
..0119	Humana Inc. ....	..00000	98-0445802	.....	.....	.....	OMP Insurance Company, Ltd. ....	..TX	..NIA	Concentra Operating Corporation	Ownership.....	..100.000	Humana Inc. ....	....0
..0119	Humana Inc. ....	..00000	62-1552091	.....	.....	.....	PHP Companies, Inc. ....	..TN	..NIA	Humana Inc. ....	Ownership.....	..100.000	Humana Inc. ....	....0
..0119	Humana Inc. ....	..00000	62-1250945	.....	.....	.....	Preferred Health Partnership, Inc. ....	..TN	..NIA	PHP Companies, Inc. ....	Ownership.....	..100.000	Humana Inc. ....	....0
..0119	Humana Inc. ....	..00000	20-1724127	.....	.....	.....	Preservation on Main, Inc. ....	..KY	..NIA	Humana Inc. ....	Ownership.....	..100.000	Humana Inc. ....	....0
..0119	Humana Inc. ....	..00000	56-2593719	.....	.....	.....	SeniorBridge (NC), Inc. ....	..NC	..NIA	SeniorBridge Family Companies, Inc. ....	Ownership.....	..100.000	Humana Inc. ....	....0
..0119	Humana Inc. ....	..00000	80-0581269	.....	.....	.....	SeniorBridge Care Management, Inc. ....	..NY	..NIA	SeniorBridge Family Companies, Inc. ....	Ownership.....	..100.000	Humana Inc. ....	....0
..0119	Humana Inc. ....	..00000	46-0702349	.....	.....	.....	SeniorBridge Family Companies (AZ), Inc. ....	..AZ	..NIA	SeniorBridge Family Companies, Inc. ....	Ownership.....	..100.000	Humana Inc. ....	....0
..0119	Humana Inc. ....	..00000	45-3039782	.....	.....	.....	SeniorBridge Family Companies (CA), Inc. ....	..CA	..NIA	SeniorBridge Family Companies, Inc. ....	Ownership.....	..100.000	Humana Inc. ....	....0
..0119	Humana Inc. ....	..00000	27-0452360	.....	.....	.....	SeniorBridge Family Companies (CT), Inc. ....	..CT	..NIA	SeniorBridge Family Companies, Inc. ....	Ownership.....	..100.000	Humana Inc. ....	....0
..0119	Humana Inc. ....	..00000	65-1096853	.....	.....	.....	SeniorBridge Family Companies (FL), Inc. ....	..FL	..NIA	SeniorBridge Family Companies, Inc. ....	Ownership.....	..100.000	Humana Inc. ....	....0
..0119	Humana Inc. ....	..00000	02-0660212	.....	.....	.....	SeniorBridge Family Companies (IL), Inc. ....	..IL	..NIA	SeniorBridge Family Companies, Inc. ....	Ownership.....	..100.000	Humana Inc. ....	....0
..0119	Humana Inc. ....	..00000	20-0301155	.....	.....	.....	SeniorBridge Family Companies (IN), Inc. ....	..IN	..NIA	SeniorBridge Family Companies, Inc. ....	Ownership.....	..100.000	Humana Inc. ....	....0
..0119	Humana Inc. ....	..00000	04-3580066	.....	.....	.....	SeniorBridge Family Companies (MA), Inc. ....	..MA	..NIA	SeniorBridge Family Companies, Inc. ....	Ownership.....	..100.000	Humana Inc. ....	....0
..0119	Humana Inc. ....	..00000	81-0557727	.....	.....	.....	SeniorBridge Family Companies (MD), Inc. ....	..MD	..NIA	SeniorBridge Family Companies, Inc. ....	Ownership.....	..100.000	Humana Inc. ....	....0
..0119	Humana Inc. ....	..00000	46-0677759	.....	.....	.....	SeniorBridge Family Companies (MO), Inc. ....	..MO	..NIA	SeniorBridge Family Companies, Inc. ....	Ownership.....	..100.000	Humana Inc. ....	....0
..0119	Humana Inc. ....	..00000	36-4484449	.....	.....	.....	SeniorBridge Family Companies (NJ), Inc. ....	..NJ	..NIA	SeniorBridge Family Companies, Inc. ....	Ownership.....	..100.000	Humana Inc. ....	....0
..0119	Humana Inc. ....	..00000	36-4484443	.....	.....	.....	SeniorBridge Family Companies (NY), Inc. ....	..NY	..NIA	SeniorBridge Family Companies, Inc. ....	Ownership.....	..100.000	Humana Inc. ....	....0
..0119	Humana Inc. ....	..00000	20-0260501	.....	.....	.....	SeniorBridge Family Companies (OH), Inc. ....	..OH	..NIA	SeniorBridge Family Companies, Inc. ....	Ownership.....	..100.000	Humana Inc. ....	....0
..0119	Humana Inc. ....	..00000	38-3643832	.....	.....	.....	SeniorBridge Family Companies (PA), Inc. ....	..PA	..NIA	SeniorBridge Family Companies, Inc. ....	Ownership.....	..100.000	Humana Inc. ....	....0
..0119	Humana Inc. ....	..00000	01-0766084	.....	.....	.....	SeniorBridge Family Companies (TX), Inc. ....	..TX	..NIA	SeniorBridge Family Companies, Inc. ....	Ownership.....	..100.000	Humana Inc. ....	....0
..0119	Humana Inc. ....	..00000	46-0691871	.....	.....	.....	SeniorBridge Family Companies (VA), Inc. ....	..VA	..NIA	SeniorBridge Family Companies, Inc. ....	Ownership.....	..100.000	Humana Inc. ....	....0

SCHEDULE Y  
PART 1A - DETAIL OF INSURANCE HOLDING COMPANY SYSTEM

1	2	3	4	5	6	7	8	9	10	11	12	13	14	15
Group Code	Group Name	NAIC Company Code	Federal ID Number	Federal RSSD	CIK	Name of Securities Exchange if Publicly Traded (U.S. or International)	Names of Parent, Subsidiaries Or Affiliates	Domi-ciliary Location	Relation-ship to Reporting Entity	Directly Controlled by (Name of Entity/Person)	Type of Control (Ownership, Board, Management, Attorney-in-Fact, Influence, Other)	If Control is Owner-ship Provide Percen-tage	Ultimate Controlling Entity(ies)/Person(s)	*
...0119 ...	Humana Inc. ....	...00000 ...	13-4036798 ..	.....	.....	.....	SeniorBridge Family Companies, Inc. ....	..DE.....	...NIA.....	Humana Inc. .... SeniorBridge Family Companies (FL), Inc.	Ownership.....	..100.000 ....	Humana Inc. ....	....0 .....
...0119 ...	Humana Inc. ....	...00000 ...	59-2518701 ..	.....	.....	.....	SeniorBridge-Florida, LLC .....	..FL.....	...NIA.....	Continucare Corporation .....	Ownership.....	..100.000 ....	Humana Inc. ....	....0 .....
...0119 ...	Humana Inc. ....	...00000 ...	27-0338595 ..	.....	.....	.....	Seredor Corporation .....	..FL.....	...NIA.....	Humana Pharmacy, Inc. ....	Ownership.....	..100.000 ....	Humana Inc. ....	....0 .....
...0119 ...	Humana Inc. ....	...00000 ...	86-0597187 ..	.....	.....	.....	St. Mary's Medical Park Pharmacy, Inc. ....	..AZ.....	...NIA.....	See Footnote 7 .....	Ownership.....	..100.000 ....	Humana Inc. ....	....0 .....
...0119 ...	Humana Inc. ....	...00000 ...	32-0375132 ..	.....	.....	.....	Symphony Health Partners - Midwest, LLC .....	..DE.....	...NIA.....	Metropolitan Health Networks, Inc. ....	Ownership.....	..100.000 ....	Humana Inc. ....	....0 .....
...0119 ...	Humana Inc. ....	...00000 ...	45-5032192 ..	.....	.....	.....	Symphony Health Partners, Inc. ....	..DE.....	...NIA.....	Humana Dental Company .....	Ownership.....	..100.000 ....	Humana Inc. ....	....0 .....
...0119 ...	Humana Inc. ....	...00000 ...	74-2352809 ..	.....	.....	.....	Texas Dental Plans, Inc. ....	..TX.....	...NIA.....	HumanaDental, Inc. ....	Ownership.....	..100.000 ....	Humana Inc. ....	....0 .....
...0119 ...	Humana Inc. ....	...54739 ...	52-1157181 ..	.....	.....	.....	The Dental Concern, Inc. ....	..KY.....	...IA.....	HumanaDental, Inc. ....	Ownership.....	..100.000 ....	Humana Inc. ....	....0 .....
...0119 ...	Humana Inc. ....	...52028 ...	36-3654697 ..	.....	.....	.....	The Dental Concern, Ltd. ....	..IL.....	...IA.....	See Footnote 5 .....	Ownership.....	..25.000 ....	Humana Inc. ....	....5 .....
...0119 ...	Humana Inc. ....	...00000 ...	86-1050795 ..	.....	.....	.....	The Vitality Group, LLC .....	..DE.....	...OTH.....	Humana Government Business, Inc. ....	Ownership.....	..100.000 ....	Humana Inc. ....	....0 .....
...0119 ...	Humana Inc. ....	...00000 ...	20-3585174 ..	.....	.....	.....	Valor Healthcare, Inc. ....	..DE.....	...NIA.....					

Asterisk	Explanation
1 .....	Availity, L.L.C., a Delaware limited liability company, was formed by affiliates of Humana Inc. and Blue Cross and Blue Shield of Florida, Inc. to develop and operate an Internet site on the World Wide Web to permit health plans to communicate and engage in electronic transactions with health care service providers initially in the State of Florida. HUM-e-FL, Inc., a subsidiary of Humana Inc., is a Member with a 22.5% ownership interest. Navigy, Inc., a subsidiary of Blue Cross and Blue Shield of Florida, Inc., is a Member with a 33.75% ownership interest, Health Care Service Corporation, a Member, has a 33.75% ownership interest, and Sellcore, Inc., a subsidiary of WellPoint and a Member, has a 10% ownership interest. ....
2 .....	CM Occupational Health, Limited Liability Company is a Maine limited liability company. Occupational Health + Rehabilitation LLC has a 90% ownership interest and Advanced Health Services, Inc. has a 10% ownership interest. ....
3 .....	Concentra Akron, L.L.C. is a Delaware limited liability company. Concentra Health Services, Inc. has a 51% ownership interest and Akron General Partners, Inc. has a 49% ownership interest. ....
4 .....	Independent Care Health Plan, a Wisconsin corporation licensed as an HMO, operates an integrated, coordinated medical and social service managed care program for chronically disabled Medicaid recipients in Milwaukee, Wisconsin. CareNetwork, Inc. owns 50% of the company's stock. New Health Services, Inc. owns the other 50%. ....
5 .....	HumanaVitality, LLC, a Delaware limited liability company, was formed on January 3, 2011, and The Vitality Group, LLC, a Delaware limited liability company, was formed on February 15, 2011 through affiliates of Humana Inc. and Discovery Holdings Limited, a South African company, to offer Discovery's Vitality wellness and loyalty program to Humana members. Humana WellWorks LLC, a subsidiary of Humana Inc., owns 75% of HumanaVitality, LLC and 25% of The Vitality Group, LLC. The Vitality Group, Inc., a subsidiary of Discovery Holdings Limited, owns 25% of HumanaVitality, LLC and 75% of The Vitality Group, LLC. ....
6 .....	Ownership is 60% Arcadian Health Plan, Inc., 40% Arcadian Management Services, Inc. ....
7 .....	Ownership is 80% Symphony Health Partners, Inc. and 20% Humana Inc. of Symphony Health Partners Midwest, LLC. ....
8 .....	Concentra Arkansas, L.L.C. is a Delaware limited liability company. Concentra Health Services, Inc. has a 51% ownership interest and St. Vincent Community Health Services, Inc. has a 49% ownership interest. ....
9 .....	Concentra Occupational Healthcare Harrisburg, L.P. is a Delaware limited liability company. Concentra Health Services, Inc. has a 51% ownership interest and Pinnacle Health Hospitals has a 49% interest. ....
10 .....	Concentra South Carolina, L.L.C. is a Delaware limited liability company. Concentra Health Services, Inc. has a 51% ownership interest and North Trident Regional Hospital, Inc. has a 49% ownership interest. ....
11 .....	Concentra St. Louis, L.L.C. is a Delaware limited liability company. Concentra Health Services, Inc. has a 70% ownership interest and Tenet HealthSystem SL-HLC, Inc. has a 30% ownership interest. ....
12 .....	Concentra-UPMC, L.L.C. is a Delaware limited liability company. Concentra Health Services, Inc. has a 51% ownership interest and Community Occupational Medicine, Inc. has a 49% ownership interest. ....
13 .....	OHR/Baystate, LLC is a Massachusetts limited liability company. Occupational Health + Rehabilitation LLC has a 51% ownership interest and Bayside Medical Center has a 49% ownership interest. ....
14 .....	OHR/MMC, Limited Liability Company is a Main limited liability company. Occupational Health + Rehabilitation LLC has a 51% ownership interest and Maine Health has a 49% ownership interest. ....

SUPPLEMENTAL EXHIBITS AND SCHEDULES INTERROGATORIES

The following supplemental reports are required to be filed as part of your statement filing. However, in the event that your company does not transact the type of business for which the special report must be filed, your response of NO to the specific interrogatory will be accepted in lieu of filing a "NONE" report and a bar code will be printed below. If the supplement is required of your company but is not being filed for whatever reason enter SEE EXPLANATION and provide an explanation following the interrogatory questions.

	Response
1. Will the Trusteed Surplus Statement be filed with the state of domicile and the NAIC with this statement? .....	NO
2. Will the Medicare Part D Coverage Supplement be filed with the state of domicile and the NAIC with this statement? .....	NO
3. Will the Reasonableness of Assumptions Certification required by Actuarial Guideline XXXV be filed with the state of domicile and electronically with the NAIC? .....	YES
4. Will the Reasonableness and Consistency of Assumptions Certification required by Actuarial Guideline XXXV be filed with the state of domicile and electronically with the NAIC? .....	YES
5. Will the Reasonableness of Assumptions Certification for Implied Guaranteed Rate Method required by Actuarial Guideline XXXVI be filed with the state of domicile and electronically with the NAIC? .....	YES
6. Will the Reasonableness and Consistency of Assumptions Certification required by Actuarial Guideline XXXVI (Updated Average Market Value) be filed with the state of domicile and electronically with the NAIC? .....	YES
7. Will the Reasonableness and Consistency of Assumptions Certification required by Actuarial Guideline XXXVI (Updated Market Value) be filed with the state of domicile and electronically with the NAIC? .....	YES

Explanation:

- 1. This type of business is not written.
- 2. This type of business is not written.

Bar Code:

- 1. Trusteed Surplus Statement [Document Identifier 490]



- 2. Medicare Part D Coverage Supplement [Document Identifier 365]



STATEMENT AS OF MARCH 31, 2014 OF THE Kanawha Insurance Company

**OVERFLOW PAGE FOR WRITE-INS**



SCHEDULE A - VERIFICATION

Real Estate

	1	2
	Year to Date	Prior Year Ended December 31
1. Book/adjusted carrying value, December 31 of prior year .....	223,000	1,803,245
2. Cost of acquired:		
2.1 Actual cost at time of acquisition .....	0	0
2.2 Additional investment made after acquisition .....	0	103,975
3. Current year change in encumbrances .....	0	0
4. Total gain (loss) on disposals .....	(10,684)	50,867
5. Deduct amounts received on disposals .....	99,316	740,082
6. Total foreign exchange change in book/adjusted carrying value .....	0	0
7. Deduct current year's other than temporary impairment recognized .....	0	422,822
8. Deduct current year's depreciation .....	0	572,183
9. Book/adjusted carrying value at the end of current period (Lines 1+2+3+4-5+6-7-8) .....	113,000	223,000
10. Deduct total nonadmitted amounts .....	0	0
11. Statement value at end of current period (Line 9 minus Line 10)	113,000	223,000

SCHEDULE B - VERIFICATION

Mortgage Loans

	1	2
	Year to Date	Prior Year Ended December 31
1. Book value/recorded investment excluding accrued interest, December 31 of prior year .....	3,400,911	3,945,414
2. Cost of acquired:		
2.1 Actual cost at time of acquisition .....	0	0
2.2 Additional investment made after acquisition .....	0	0
3. Capitalized deferred interest and other .....	0	0
4. Accrual of discount .....	0	0
5. Unrealized valuation increase (decrease) .....	0	0
6. Total gain (loss) on disposals .....	0	0
7. Deduct amounts received on disposals .....	273,980	544,503
8. Deduct amortization of premium and mortgage interest points and commitment fees .....	0	0
9. Total foreign exchange change in book value/recorded investment excluding accrued interest .....	0	0
10. Deduct current year's other than temporary impairment recognized .....	0	0
11. Book value/recorded investment excluding accrued interest at end of current period (Lines 1+2+3+4+5+6-7-8+9-10) .....	3,126,931	3,400,911
12. Total valuation allowance .....	0	0
13. Subtotal (Line 11 plus Line 12) .....	3,126,931	3,400,911
14. Deduct total nonadmitted amounts .....	0	0
15. Statement value at end of current period (Line 13 minus Line 14)	3,126,931	3,400,911

SCHEDULE BA - VERIFICATION

Other Long-Term Invested Assets

	1	2
	Year to Date	Prior Year Ended December 31
1. Book/adjusted carrying value, December 31 of prior year .....		
2. Cost of acquired:		
2.1 Actual cost at time of acquisition .....		
2.2 Additional investment made after acquisition .....		
3. Capitalized deferred interest and other .....		
4. Accrual of discount .....		
5. Unrealized valuation increase (decrease) .....		
6. Total gain (loss) on disposals .....		
7. Deduct amounts received on disposals .....		
8. Deduct amortization of premium and depreciation .....		
9. Total foreign exchange change in book/adjusted carrying value .....		
10. Deduct current year's other than temporary impairment recognized .....		
11. Book/adjusted carrying value at end of current period (Lines 1+2+3+4+5+6-7-8+9-10) .....		
12. Deduct total nonadmitted amounts .....		
13. Statement value at end of current period (Line 11 minus Line 12)		

SCHEDULE D - VERIFICATION

Bonds and Stocks

	1	2
	Year to Date	Prior Year Ended December 31
1. Book/adjusted carrying value of bonds and stocks, December 31 of prior year .....	1,279,133,381	1,269,596,778
2. Cost of bonds and stocks acquired .....	38,131,658	120,276,434
3. Accrual of discount .....	184,886	951,797
4. Unrealized valuation increase (decrease) .....	(194,308)	184,253
5. Total gain (loss) on disposals .....	33,302	1,319,848
6. Deduct consideration for bonds and stocks disposed of .....	13,886,821	110,487,217
7. Deduct amortization of premium .....	661,116	2,708,512
8. Total foreign exchange change in book/adjusted carrying value .....	0	0
9. Deduct current year's other than temporary impairment recognized .....	0	0
10. Book/adjusted carrying value at end of current period (Lines 1+2+3+4+5-6-7+8-9) .....	1,302,740,982	1,279,133,381
11. Deduct total nonadmitted amounts .....	0	0
12. Statement value at end of current period (Line 10 minus Line 11)	1,302,740,982	1,279,133,381

STATEMENT AS OF MARCH 31, 2014 OF THE Kanawha Insurance Company

SCHEDULE D - PART 1B

Showing the Acquisitions, Dispositions and Non-Trading Activity  
During the Current Quarter for all Bonds and Preferred Stock by NAIC Designation

NAIC Designation	1 Book/Adjusted Carrying Value Beginning of Current Quarter	2 Acquisitions During Current Quarter	3 Dispositions During Current Quarter	4 Non-Trading Activity During Current Quarter	5 Book/Adjusted Carrying Value End of First Quarter	6 Book/Adjusted Carrying Value End of Second Quarter	7 Book/Adjusted Carrying Value End of Third Quarter	8 Book/Adjusted Carrying Value December 31 Prior Year
BONDS								
1. NAIC 1 (a) .....	915,693,103	291,206,288	256,311,278	(2,699,571)	947,888,542	0	0	915,693,103
2. NAIC 2 (a) .....	500,879,387	27,193,306	1,864,822	2,623,357	528,831,228	0	0	500,879,387
3. NAIC 3 (a) .....	15,855,780	0	1,662,553	(585,998)	13,607,229	0	0	15,855,780
4. NAIC 4 (a) .....	2,505,534	0	173,921	1,149	2,332,762	0	0	2,505,534
5. NAIC 5 (a) .....	0	0	0	0	0	0	0	0
6. NAIC 6 (a) .....	0	0	0	0	0	0	0	0
7. Total Bonds	1,434,933,804	318,399,594	260,012,574	(661,063)	1,492,659,761	0	0	1,434,933,804
PREFERRED STOCK								
8. NAIC 1 .....	0	0	0	0	0	0	0	0
9. NAIC 2 .....	0	0	0	0	0	0	0	0
10. NAIC 3 .....	0	0	0	0	0	0	0	0
11. NAIC 4 .....	0	0	0	0	0	0	0	0
12. NAIC 5 .....	0	0	0	0	0	0	0	0
13. NAIC 6 .....	0	0	0	0	0	0	0	0
14. Total Preferred Stock .....	0	0	0	0	0	0	0	0
15. Total Bonds and Preferred Stock	1,434,933,804	318,399,594	260,012,574	(661,063)	1,492,659,761	0	0	1,434,933,804

(a) Book/Adjusted Carrying Value column for the end of the current reporting period includes the following amount of non-rated short-term and cash equivalent bonds by NAIC designation: NAIC 1 \$ .....191,861,427 ; NAIC 2 \$ .....0 ; NAIC 3 \$ .....0 ;  
NAIC 4 \$ .....0 ; NAIC 5 \$ .....0 ; NAIC 6 \$ .....0

SCHEDULE DA - PART 1

Short-Term Investments

	1	2	3	4	5
	Book/Adjusted Carrying Value	Par Value	Actual Cost	Interest Collected Year-to-Date	Paid for Accrued Interest Year-to-Date
9199999 Totals	36,663,511	xxx	36,663,511	1,691	0

SCHEDULE DA - VERIFICATION

Short-Term Investments

	1	2
	Year To Date	Prior Year Ended December 31
1. Book/adjusted carrying value, December 31 of prior year .....	76,888,403	40,201,706
2. Cost of short-term investments acquired .....	75,073,566	232,530,285
3. Accrual of discount .....	0	0
4. Unrealized valuation increase (decrease) .....	0	0
5. Total gain (loss) on disposals .....	0	0
6. Deduct consideration received on disposals .....	115,298,458	195,843,588
7. Deduct amortization of premium .....	0	0
8. Total foreign exchange change in book/adjusted carrying value .....	0	0
9. Deduct current year's other than temporary impairment recognized .....	0	0
10. Book/adjusted carrying value at end of current period (Lines 1+2+3+4+5-6-7+8-9) .....	36,663,511	76,888,403
11. Deduct total nonadmitted amounts .....	0	0
12. Statement value at end of current period (Line 10 minus Line 11)	36,663,511	76,888,403

Schedule DB - Part A - Verification - Options, Caps, Floors, Collars, Swaps and Forwards

N O N E

Schedule DB - Part B - Verification - Futures Contracts

N O N E

Schedule DB - Part C - Section 1 - Replication (Synthetic Asset) Transactions (RSATs) Open

N O N E

Schedule DB-Part C-Section 2-Reconciliation of Replication (Synthetic Asset) Transactions Open

N O N E

Schedule DB - Verification - Book/Adjusted Carrying Value, Fair Value and Potential Exposure of  
Derivatives

N O N E

SCHEDULE E - VERIFICATION

(Cash Equivalents)

	1	2
	Year To Date	Prior Year Ended December 31
1. Book/adjusted carrying value, December 31 of prior year .....	80,890,221	90,198,899
2. Cost of cash equivalents acquired .....	205,194,381	140,635,392
3. Accrual of discount .....	9,464	3,464
4. Unrealized valuation increase (decrease) .....	0	0
5. Total gain (loss) on disposals .....	1,435	(1,362)
6. Deduct consideration received on disposals .....	130,897,585	149,946,172
7. Deduct amortization of premium .....	0	0
8. Total foreign exchange change in book/adjusted carrying value .....	0	0
9. Deduct current year's other than temporary impairment recognized .....	0	0
10. Book/adjusted carrying value at end of current period (Lines 1+2+3+4+5-6-7+8-9) .....	155,197,916	80,890,221
11. Deduct total nonadmitted amounts .....	0	0
12. Statement value at end of current period (Line 10 minus Line 11)	155,197,916	80,890,221

## SCHEDULE A - PART 2

1	Location		4	5	6	7	8	9
Description of Property	2 City	3 State	Date Acquired	Name of Vendor	Actual Cost at Time of Acquisition	Amount of Encumbrances	Book/Adjusted Carrying Value Less Encumbrances	Additional Investment Made After Acquisition
<div style="font-size: 100px; font-weight: bold; opacity: 0.5;">NONE</div>								
0399999 - Totals								

1	Location		4	5	6	7 Expended for Additions, Permanent Improvements and Changes in Encum- brances	8 Book/ Adjusted Carrying Value Less Encum- brances Prior Year	Change in Book/Adjusted Carrying Value Less Encumbrances					14 Book/ Adjusted Carrying Value Less Encum- brances on Disposal	15 Amounts Received During Year	16 Foreign Exchange Gain (Loss) on Disposal	17 Realized Gain (Loss) on Disposal	18 Total Gain (Loss) on Disposal	19 Gross Income Earned Less Interest Incurred on Encum- brances	20 Taxes, Repairs and Expenses Incurred
	2	3						9 Current Year's Depre- ciation	10 Current Year's Other Than Temporary Impairment Recognized	11 Current Year's Change in Encum- brances	12 Total Change in Book/ Adjusted Carrying Value (11-9-10)	13 Total Foreign Exchange Change in Book/ Adjusted Carrying Value							
Description of Property	City	State	Disposal Date	Name of Purchaser	Actual Cost														
301 S. Main Street - bldg	Lancaster	SC	03/01/2014	NA	520,000	0	110,000	0	0	0	0	0	110,000	99,316	0	(10,684)	(10,684)	0	0
0199999. Property Disposed					520,000	0	110,000	0	0	0	0	0	110,000	99,316	0	(10,684)	(10,684)	0	0
0399999 - Totals					520,000	0	110,000	0	0	0	0	0	110,000	99,316	0	(10,684)	(10,684)	0	0

## STATEMENT AS OF MARCH 31, 2014 OF THE Kanawha Insurance Company

## SCHEDULE B - PART 2

Showing All Mortgage Loans ACQUIRED AND ADDITIONS MADE During the Current Quarter

[illegible]

## SCHEDULE B - PART 3

Showing All Mortgage Loans DISPOSED, Transferred or Repaid During the Current Quarter

1	Location		4	5	6	7	Change in Book Value/Recorded Investment						14	15	16	17	18
	2	3					8	9	10	11	12	13					
Loan Number	City	State	Loan Type	Date Acquired	Disposal Date	Book Value/Recorded Investment Excluding Accrued Interest Prior Year	Unrealized Valuation Increase (Decrease)	Current Year's (Amortization) /Accretion	Current Year's Other Than Temporary Impairment Recognized	Capitalized Deferred Interest and Other	Total Change in Book Value (8+9-10+11)	Total Foreign Exchange Change in Book Value	Book Value/Recorded Investment Excluding Accrued Interest on Disposal	Consid-eration	Foreign Exchange Gain (Loss) on Disposal	Realized Gain (Loss) on Disposal	Total Gain (Loss) on Disposal
314402071	Fort Mill	South Carolina		05/25/2001		37,430	0	0	0	0	0	0	37,430		37,430	0	0
314402072	Camden	South Carolina		08/01/2001		7,990	0	0	0	0	0	0	7,990		7,990	0	0
314402082	Clover	South Carolina		10/01/2001		12,342	0	0	0	0	0	0	12,342		12,342	0	0
314402108	Charlotte	North Carolina		09/01/2002		158,541	0	0	0	0	0	0	158,541		158,541	0	0
0199999. Mortgages closed by repayment						216,302	0	0	0	0	0	0	216,302		216,302	0	0
314402054	Gastonia	North Carolina		05/01/1999		55,040	0	267	0	0	267	0	267		267	0	0
314402057	Gastonia	North Carolina		08/01/1999		82,850	0	402	0	0	402	0	402		402	0	0
314402062	Dallas	North Carolina		08/01/1999		126,013	0	611	0	0	611	0	611		611	0	0
314402035	Indian Trail	North Carolina		09/01/1999		47,571	0	1,003	0	0	1,003	0	1,003		1,003	0	0
314402043	Rock Hill	South Carolina		12/01/1999		58,311	0	540	0	0	540	0	540		540	0	0
314402045	Rock Hill	South Carolina		04/01/2000		61,145	0	535	0	0	535	0	535		535	0	0
314402046	Rock Hill	South Carolina		04/01/2000		2,045	0	865	0	0	865	0	865		865	0	0
314402047	Lancaster	South Carolina		11/01/2000		1,435	0	530	0	0	530	0	530		530	0	0
314402049	Rock Hill	South Carolina		11/01/2000		10,835	0	1,914	0	0	1,914	0	1,914		1,914	0	0
314402050	Rock Hill	South Carolina		10/01/2000		54,577	0	409	0	0	409	0	409		409	0	0
314402052	Kannapolis	North Carolina		02/01/2001		6,461	0	1,448	0	0	1,448	0	1,448		1,448	0	0
314402053	Rock Hill	South Carolina		02/01/2001		126,167	0	1,063	0	0	1,063	0	1,063		1,063	0	0
314402055	Marshville	North Carolina		02/01/2001		79,722	0	610	0	0	610	0	610		610	0	0
314402056	Kannapolis	North Carolina		05/01/2001		8,738	0	1,378	0	0	1,378	0	1,378		1,378	0	0
314402059	Monroe	North Carolina		05/25/2001		8,036	0	903	0	0	903	0	903		903	0	0
314402060	Monroe	North Carolina		10/01/2001		8,518	0	965	0	0	965	0	965		965	0	0
314402061	Kings Mountain	North Carolina		06/27/2001		41,903	0	564	0	0	564	0	564		564	0	0
314402065	Gastonia	North Carolina		06/27/2001		91,140	0	750	0	0	750	0	750		750	0	0
314402070	Rock Hill	South Carolina		08/01/2001		211,328	0	1,535	0	0	1,535	0	1,535		1,535	0	0

STATEMENT AS OF MARCH 31, 2014 OF THE Kanawha Insurance Company

SCHEDULE B - PART 3

Showing All Mortgage Loans DISPOSED, Transferred or Repaid During the Current Quarter

1	Location		4	5	6	7	Change in Book Value/Recorded Investment						14	15	16	17	18
	2	3					8	9	10	11	12	13					
Loan Number	City	State	Loan Type	Date Acquired	Disposal Date	Book Value/ Recorded Investment Excluding Accrued Interest Prior Year	Unrealized Valuation Increase (Decrease)	Current Year's (Amortization) /Accretion	Current Year's Other Than Temporary Impairment Recognized	Capitalized Deferred Interest and Other	Total Change in Book Value (8+9-10+11)	Total Foreign Exchange Change in Book Value	Book Value/ Recorded Investment Excluding Accrued Interest on Disposal	Consid- eration	Foreign Exchange Gain (Loss) on Disposal	Realized Gain (Loss) on Disposal	Total Gain (Loss) on Disposal
314402073	Rock Hill	South Carolina		10/01/2001		5,956	.0	.589	.0	.0	.589	.0	.589		.589	.0	.0
314402075	Gastonia	North Carolina		01/10/2002		149,072	.0	1,082	.0	.0	1,082	.0	1,082		1,082	.0	.0
314402076	Gastonia	North Carolina		12/01/2001		146,383	.0	1,148	.0	.0	1,148	.0	1,148		1,148	.0	.0
314402077	Charlotte	North Carolina		01/10/2002		319,994	.0	3,018	.0	.0	3,018	.0	3,018		3,018	.0	.0
314402078	Polkville	North Carolina		02/01/2002		40,034	.0	3,604	.0	.0	3,604	.0	3,604		3,604	.0	.0
314402081	Rock Hill	South Carolina		02/01/2002		30,298	.0	501	.0	.0	501	.0	501		501	.0	.0
314402083	Mount Holly	North Carolina		03/01/2002		25,899	.0	3,430	.0	.0	3,430	.0	3,430		3,430	.0	.0
314402085	Rock Hill	South Carolina		03/01/2002		13,408	.0	1,088	.0	.0	1,088	.0	1,088		1,088	.0	.0
314402088	Rock Hill	South Carolina		03/01/2002		13,392	.0	1,025	.0	.0	1,025	.0	1,025		1,025	.0	.0
314402093	Rock Hill	South Carolina		03/01/2002		22,674	.0	1,694	.0	.0	1,694	.0	1,694		1,694	.0	.0
314402094	Edgemoor	South Carolina		04/01/2002		212,974	.0	1,522	.0	.0	1,522	.0	1,522		1,522	.0	.0
314402095	Rock Hill	South Carolina		05/01/2002		39,920	.0	2,879	.0	.0	2,879	.0	2,879		2,879	.0	.0
314402096	Rock Hill	South Carolina		05/01/2002		63,178	.0	1,272	.0	.0	1,272	.0	1,272		1,272	.0	.0
314402097	Folly Beach	South Carolina		08/01/2002		87,850	.0	558	.0	.0	558	.0	558		558	.0	.0
314402099	Monroe	North Carolina		08/01/2002		23,047	.0	1,603	.0	.0	1,603	.0	1,603		1,603	.0	.0
314402101	Fort Mill	South Carolina		08/01/2002		14,302	.0	1,007	.0	.0	1,007	.0	1,007		1,007	.0	.0
314402102	Rock Hill	South Carolina		10/01/2002		13,106	.0	3,204	.0	.0	3,204	.0	3,204		3,204	.0	.0
314402105	Rock Hill	South Carolina		10/01/2002		32,503	.0	353	.0	.0	353	.0	353		353	.0	.0
314402106	Rock Hill	South Carolina		12/13/2002		65,039	.0	1,725	.0	.0	1,725	.0	1,725		1,725	.0	.0
314402107	York	South Carolina		12/13/2002		17,749	.0	1,143	.0	.0	1,143	.0	1,143		1,143	.0	.0
314402110	Rock Hill	South Carolina		01/01/2003		18,291	.0	1,072	.0	.0	1,072	.0	1,072		1,072	.0	.0
314402111	Rock Hill	South Carolina		02/01/2003		16,177	.0	924	.0	.0	924	.0	924		924	.0	.0
314402113	Rock Hill	South Carolina		02/01/2003		50,692	.0	521	.0	.0	521	.0	521		521	.0	.0
314402114	Rock Hill	South Carolina		03/01/2003		25,776	.0	1,831	.0	.0	1,831	.0	1,831		1,831	.0	.0
314402117	Charleston	South Carolina		04/01/2003		62,448	.0	454	.0	.0	454	.0	454		454	.0	.0
314402119	Fort Mill	South Carolina		06/01/2003		66,451	.0	444	.0	.0	444	.0	444		444	.0	.0
314402121	Marshville	North Carolina		06/01/2003		90,585	.0	551	.0	.0	551	.0	551		551	.0	.0
314402122	Rock Hill	South Carolina		08/01/2003		83,839	.0	479	.0	.0	479	.0	479		479	.0	.0
314402123	Rock Hill	South Carolina		04/01/2003		55,358	.0	440	.0	.0	440	.0	440		440	.0	.0
314402124	Rock Hill	South Carolina		06/01/2003		53,110	.0	517	.0	.0	517	.0	517		517	.0	.0
314402125	Harrisburg	South Carolina		06/01/2003		185,993	.0	1,299	.0	.0	1,299	.0	1,299		1,299	.0	.0
314402126	Goose Creek	South Carolina		08/01/2003		57,276	.0	408	.0	.0	408	.0	408		408	.0	.0
0299999. Mortgages with partial repayments						3,184,609	0	57,678	0	0	57,678	0	57,678	57,678	0	0	0
0599999 - Totals						3,400,911	0	57,678	0	0	57,678	0	273,980	273,980	0	0	0



Schedule BA - Part 2 - Other Long-Term Invested Assets Acquired

N O N E

Schedule BA - Part 3 - Other Long-Term Invested Assets Disposed, Transferred or Repaid

N O N E

STATEMENT AS OF MARCH 31, 2014 OF THE Kanawha Insurance Company

SCHEDULE D - PART 3

Show All Long-Term Bonds and Stock Acquired During the Current Quarter

1	2	3	4	5	6	7	8	9	10
CUSIP Identification	Description	Foreign	Date Acquired	Name of Vendor	Number of Shares of Stock	Actual Cost	Par Value	Paid for Accrued Interest and Dividends	NAIC Designation or Market Indicator (a)
912828-LD-0	US TREASURY N/B		.01/24/2014	BANK OF AMERICA		.961,245	.900,000	.14,307	1
0599999. Subtotal - Bonds - U.S. Governments						961,245	900,000	14,307	XXX
313946-R9-6	FEDERAL HOME LOAN MTGE CO FHLMC		.03/31/2014	CAPITALIZED INTEREST		31,026	31,026	.0	1
3199999. Subtotal - Bonds - U.S. Special Revenues						31,026	31,026	.0	XXX
06051G-EN-5	BANK OF AMER CORP CORPORATE		.01/24/2014	MERRILL LYNCH		1,976,030	1,750,000	.49,122	1FE
12189L-AS-0	BURLINGTON NORTH		.03/04/2014	WELLS		1,995,840	2,000,000	.0	2FE
12527G-AE-3	CF INDUSTRIES IN		.03/07/2014	MORGAN STANLEY		.997,480	1,000,000	.0	2FE
125896-BN-9	CMS ENERGY		.02/26/2014	CHASE SECURITIES		2,994,330	3,000,000	.0	2FE
25470D-AJ-8	DISCOVERY COMMUNICATIONS INC CORPORATE		.01/23/2014	BARCLAYS CAPITAL		1,426,230	1,495,000	.23,686	2FE
29379V-BC-6	ENTERPRISE PROD PARTNERS CORPORATE		.02/06/2014	SALOMON SMITH BARNEY		.998,450	1,000,000	.0	2FE
31428X-AW-6	FEDEX CORP		.01/06/2014	MORGAN STANLEY		.998,310	1,000,000	.0	2FE
37555B-AX-1	GILEAD SCIENCES		.03/06/2014	BANK OF AMERICA		1,996,120	2,000,000	.0	2FE
38141G-GM-0	GOLDMAN SACHS GROUP INC CORPORATE		.01/24/2014	SUSQUEHANNA INTERNATIONAL SECURITIES		1,758,966	1,509,000	.46,632	1FE
38373M-JG-6	GNMA REMIC TRUST 2003-88		.03/31/2014	CAPITALIZED INTEREST		24,925	24,925	.0	1FE
38373M-YU-8	GNMA REMIC TRUST 2007-15		.03/31/2014	CAPITALIZED INTEREST		28,700	28,700	.0	1FE
38373Q-TR-2	GNMA REMIC TRUST 2003-48		.03/31/2014	CAPITALIZED INTEREST		24,475	24,475	.0	1
38374B-OR-7	GNMA REMIC TRUST 2003-72		.03/31/2014	CAPITALIZED INTEREST		13,913	13,913	.0	1
38375J-OK-9	GNMA REMIC TRUST 2006-68		.03/31/2014	CAPITALIZED INTEREST		60,142	60,142	.0	1
532457-BG-2	LILLY (ELI) & CO CORPORATE		.02/24/2014	BANK OF AMERICA		1,997,220	2,000,000	.0	1FE
581557-BC-8	MCKESSON CORP		.03/06/2014	GOLDMAN SACHS		1,000,000	1,000,000	.0	2FE
585055-BD-7	MEDTRONIC INC		.02/21/2014	GOLDMAN SACHS		1,986,760	2,000,000	.0	1FE
617482-V9-2	MORGAN STANLEY CORPORATE		.01/24/2014	HSBC SECURITIES INC.		2,074,940	1,750,000	.1,549	1FE
69352P-AJ-2	PPL CAPITAL FDG		.03/06/2014	CREDIT SUISSE FIRST BOSTON CORP.		1,997,520	2,000,000	.0	2FE
86765B-AP-4	SUNOCO LOGISTICS		.03/31/2014	RBS GREENWICH CAPITAL MARKETS INC		.998,360	1,000,000	.0	2FE
92343V-30-2	VERIZON COMMUNICATIONS INC CORPORATE		.01/31/2014	BANK OF AMERICA		2,500,000	100,000	.0	2FE
92343V-BT-0	VERIZON COMMUNICATIONS INC CORPORATE		.01/23/2014	MERRILL LYNCH		3,265,226	2,755,000	.65,163	2FE
92553P-AW-2	VIACOM INC		.03/04/2014	MORGAN STANLEY		.998,310	1,000,000	.0	2FE
988498-AK-7	YUM! BRANDS INC		.01/29/2014	MORGAN STANLEY		3,042,510	3,000,000	.41,463	2FE
775109-BB-6	ROGERS COMM INC	A	.03/03/2014	SALOMON SMITH BARNEY		1,984,620	2,000,000	.0	2FE
3899999. Subtotal - Bonds - Industrial and Miscellaneous (Unaffiliated)						37,139,377	33,511,155	227,615	XXX
8399997. Total - Bonds - Part 3						38,131,648	34,442,181	241,922	XXX
8399998. Total - Bonds - Part 5						XXX	XXX	XXX	XXX
8399999. Total - Bonds						38,131,648	34,442,181	241,922	XXX
8999997. Total - Preferred Stocks - Part 3						0	XXX	0	XXX
8999998. Total - Preferred Stocks - Part 5						XXX	XXX	XXX	XXX
8999999. Total - Preferred Stocks						0	XXX	0	XXX
9799997. Total - Common Stocks - Part 3						0	XXX	0	XXX
9799998. Total - Common Stocks - Part 5						XXX	XXX	XXX	XXX
9799999. Total - Common Stocks						0	XXX	0	XXX
9899999. Total - Preferred and Common Stocks						0	XXX	0	XXX
9999999 - Totals						38,131,648	XXX	241,922	XXX

(a) For all common stock bearing the NAIC market indicator "U" provide: the number of such issues .....0

STATEMENT AS OF MARCH 31, 2014 OF THE Kanawha Insurance Company

SCHEDULE D - PART 4

Show All Long-Term Bonds and Stock Sold, Redeemed or Otherwise Disposed of During the Current Quarter

1	2	3	4	5	6	7	8	9	10	Change In Book/Adjusted Carrying Value					16	17	18	19	20	21	22
										11	12	13	14	15							
CUSIP Identification	Description	For- eign	Disposal Date	Name of Purchaser	Number of Shares of Stock	Consid- eration	Par Value	Actual Cost	Prior Year Book/ Adjusted Carrying Value	Unrealized Valuation Increase/ (Decrease)	Current Year's (Amor- tization)/ Accretion	Current Year's Other Than Temporary Impairment Recogn- ized	Total Change in Book/ Adjusted Carrying Value (11 + 12 - 13)	Total Foreign Exchange Change in Book /Adjusted Carrying Value	Book/ Adjusted Carrying Value at Disposal Date	Foreign Exchange Gain (Loss) on Disposal	Realized Gain (Loss) on Disposal	Total Gain (Loss) on Disposal	Bond Interest/ Stock Dividends Received During Year	Stated Con- tractual Maturity Date	NAIC Desig- nation or Market In- dicator (a)
36202C-2H-5	GOVERNMENT NATL MTG 2576 GNMA		03/20/2014	MBS PAYDOWN		.498	.498	.482	.496	.0	.2	.0	.2	.0	.498	.0	.0	.0	.5	04/01/2028	1
36202D-ZX-2	GOVERNMENT NATL MTG 3458 GNMA		03/20/2014	MBS PAYDOWN		16,693	16,693	16,149	16,640	.0	.53	.0	.53	.0	16,693	.0	.0	.0	138	10/01/2033	1
36202U-3T-8	GOVERNMENT NATL MTG 610210 GNMA		03/01/2014	MBS PAYDOWN		2,697	2,697	2,757	2,698	.0	(1)	.0	(1)	.0	2,697	.0	.0	.0	27	05/01/2023	1
36204S-G2-6	GOVERNMENT NATL MTGE 378317 GNMA		03/01/2014	MBS PAYDOWN		1,743	1,743	1,721	1,743	.0	.0	.0	.0	.0	1,743	.0	.0	.0	17	05/01/2024	1
36291K-U3-9	GOVERNMENT NATL MTG 630702 GNMA		03/01/2014	MBS PAYDOWN		41,908	41,908	43,205	41,914	.0	(6)	.0	(6)	.0	41,908	.0	.0	.0	233	08/01/2034	1
38374F-RM-8	GOVT NATL MTG 2004-11 GNMA		03/01/2014	MBS PAYDOWN		81,153	81,153	79,585	81,072	.0	82	.0	82	.0	81,153	.0	.0	.0	684	12/01/2032	1
628962-AC-6	NIH NEUROSCIENCE CENTER AGCY FTST		02/19/2014	100.000		60,995	60,995	60,978	60,984	.0	12	.0	12	.0	60,995	.0	.0	.0	2,098	02/15/2019	1
912828-JZ-4	US TREASURY N/B		01/31/2014	VARIOUS		900,000	900,000	902,921	900,042	.0	(42)	.0	(42)	.0	900,000	.0	.0	.0	7,875	01/31/2014	1
0599999. Subtotal - Bonds - U.S. Governments						1,105,687	1,105,687	1,107,798	1,105,589	0	100	0	100	0	1,105,687	0	0	0	11,077	XXX	XXX
36186Y-AF-2	HICKAM AIR FORCE HOUSING TRUST 07-HCKM		03/10/2014	CALLED SECURITY at 100.000		3,111	3,111	3,092	3,093	.0	18	.0	18	.0	3,111	.0	.0	.0	32	08/10/2052	1
2499999. Subtotal - Bonds - U.S. Political Subdivisions of States, Territories and Possessions						3,111	3,111	3,092	3,093	0	18	0	18	0	3,111	0	0	0	32	XXX	XXX
31288U-SJ-1	FHL MTGE CO 845021 FHLMC		03/01/2014	MBS PAYDOWN		728	728	735	728	.0	.0	.0	.0	.0	728	.0	.0	.0	3	01/01/2019	1
3128M6-SQ-7	FHLMC PC GOLD COMB 30		03/01/2014	MBS PAYDOWN		118,505	118,505	122,838	118,595	.0	(90)	.0	(90)	.0	118,505	.0	.0	.0	1,081	12/01/2038	1
31292G-QW-9	FEDERAL HOME LOAN MTGE CO FHLMC		03/01/2014	MBS PAYDOWN		134	134	134	134	.0	.0	.0	.0	.0	134	.0	.0	.0	2	07/01/2026	1
31292K-3K-1	FGOLD 30 YR FNMA		03/01/2014	MBS PAYDOWN		89,967	89,967	93,622	90,009	.0	(42)	.0	(42)	.0	89,967	.0	.0	.0	678	05/01/2040	1
31292L-H2-4	FGOLD 30 YR FNMA		03/01/2014	MBS PAYDOWN		94,440	94,440	97,568	94,456	.0	(16)	.0	(16)	.0	94,440	.0	.0	.0	471	04/01/2042	1
312939-HG-9	FGOLD 30 YR FHLMC		03/01/2014	MBS PAYDOWN		29,905	29,905	30,296	29,908	.0	(3)	.0	(3)	.0	29,905	.0	.0	.0	196	02/01/2040	1
312944-NG-2	FGOLD 30 YR FNMA		03/01/2014	MBS PAYDOWN		9,781	9,781	9,663	9,781	.0	.0	.0	.0	.0	9,781	.0	.0	.0	63	12/01/2040	1
312945-U6-3	FREDDIE MAC FHLMC		03/01/2014	MBS PAYDOWN		20,837	20,837	21,130	20,839	.0	(1)	.0	(1)	.0	20,837	.0	.0	.0	166	02/01/2041	1
31297C-QD-5	FEDERAL HOME LOAN MTGE CO FHLMC		03/01/2014	MBS PAYDOWN		1,948	1,948	2,018	1,948	.0	.0	.0	.0	.0	1,948	.0	.0	.0	22	07/01/2034	1
31297C-W7-1	FEDERAL HOME LOAN MTGE CO FHLMC		03/01/2014	MBS PAYDOWN		2,749	2,749	2,811	2,749	.0	.0	.0	.0	.0	2,749	.0	.0	.0	28	08/01/2034	1
31323K-F5-0	FED NTL MTG ASSO FNMA		03/01/2014	MBS PAYDOWN		51,531	51,531	52,159	51,536	.0	(5)	.0	(5)	.0	51,531	.0	.0	.0	287	10/01/2041	1
31336H-G9-7	FEDERAL HOME LOAN MTGE CO FHLMC		03/01/2014	MBS PAYDOWN		974	974	994	974	.0	.0	.0	.0	.0	974	.0	.0	.0	4	01/01/2024	1
31340B-QD-4	FEDERAL HOME LOAN MTGE CO FHLMC		03/01/2014	MBS PAYDOWN		295	295	306	296	.0	.0	.0	.0	.0	295	.0	.0	.0	4	06/01/2017	1
31340Y-BH-1	FEDERAL HOME LOAN MTGE CO FHLMC		03/15/2014	MBS PAYDOWN		143	143	143	143	.0	.0	.0	.0	.0	143	.0	.0	.0	2	06/15/2019	1
313602-LG-7	FANNIE MAE 1989-6E FNMA		03/01/2014	MBS PAYDOWN		401	401	398	401	.0	.0	.0	.0	.0	401	.0	.0	.0	6	02/01/2019	1
31362T-X8-1	FED NTL MTG ASSO FNMA		03/25/2014	MBS PAYDOWN		5	5	5	5	.0	.0	.0	.0	.0	5	.0	.0	.0	0	07/01/2024	1
31368H-FF-5	FED NTL MTG ASSO FNMA		03/01/2014	MBS PAYDOWN		226	226	229	226	.0	.0	.0	.0	.0	226	.0	.0	.0	1	11/01/2023	1
31371K-TJ-4	FED NTL MTG ASSO FNMA		03/01/2014	MBS PAYDOWN		22,115	22,115	22,626	22,126	.0	(10)	.0	(10)	.0	22,115	.0	.0	.0	177	06/01/2023	1
31371K-XS-5	FED NTL MTG ASSO 254589 FNMA		03/01/2014	MBS PAYDOWN		9,655	9,655	9,865	9,659	.0	(4)	.0	(4)	.0	9,655	.0	.0	.0	86	01/01/2023	1
31371L-FM-6	FED NTL MTG ASSO 254972 FNMA		03/01/2014	MBS PAYDOWN		10,585	10,585	10,866	10,590	.0	(4)	.0	(4)	.0	10,585	.0	.0	.0	86	10/01/2023	1
31371Y-B4-2	FED NTL MTG ASSC 265659 FNMA		03/25/2014	MBS PAYDOWN		33	33	33	33	.0	.0	.0	.0	.0	33	.0	.0	.0	0	02/01/2024	1
31372M-HF-6	FED NTL MTG ASSO 276630 FNMA		03/01/2014	MBS PAYDOWN		1,278	1,278	1,297	1,278	.0	.0	.0	.0	.0	1,278	.0	.0	.0	6	04/01/2023	1
31374G-B9-7	FED NTL MTG ASSO 313364 FNMA		03/01/2014	MBS PAYDOWN		11	11	12	11	.0	.0	.0	.0	.0	11	.0	.0	.0	0	01/01/2027	1
31376C-6V-1	FED NTL MTG ASSO 351984 FNMA		03/01/2014	MBS PAYDOWN		219	219	223	219	.0	.0	.0	.0	.0	219	.0	.0	.0	3	07/01/2026	1
31379A-6E-0	FED NTL MTG ASSO FNMA		03/25/2014	MBS PAYDOWN		6	6	6	6	.0	.0	.0	.0	.0	6	.0	.0	.0	0	01/01/2028	1
3138A1-KK-6	FNMA 30 YR FNMA		03/01/2014	MBS PAYDOWN		5,099	5,099	5,102	5,099	.0	.0	.0	.0	.0	5,099	.0	.0	.0	25	12/01/2040	1
3138A5-TQ-5	FANNIE MAE 30 YR FNMA		03/01/2014	MBS PAYDOWN		77,758	77,758	75,316	77,743	.0	15	.0	15	.0	77,758	.0	.0	.0	435	01/01/2041	1
3138AT-WF-3	FED NTL MTG ASSO FNMA		03/01/2014	MBS PAYDOWN		29,588	29,588	30,256	29,592	.0	(4)	.0	(4)	.0	29,588	.0	.0	.0	209	01/01/2042	1
3138EK-GE-9	FNMA 30YR TBA FNMA		03/01/2014	MBS PAYDOWN		44,994	44,994	46,723	45,003	.0	(9)	.0	(9)	.0	44,994	.0	.0	.0	300	12/01/2042	1
3138W1-4Q-7	FED NTL MTG ASSO 30YR		03/01/2014	MBS PAYDOWN		55,915	55,915	57,889	55,925	.0	(11)	.0	(11)	.0	55,915	.0	.0	.0	264	03/01/2043	1
3138WU-SW-9	FED NTL MTG ASSO FNMA		03/01/2014	MBS PAYDOWN		13,557	13,557	14,091	13,560	.0	(3)	.0	(3)	.0	13,557	.0	.0	.0	94	06/01/2043	1
31392E-R2-8	FED NTL MTG ASSO FNMA		03/01/2014	MBS PAYDOWN		32,320	32,320	31,386	32,303	.0	.17	.0	.17	.0	32,320	.0	.0	.0	263	10/01/2032	1
31392G-WD-3	FNMA REMIC TRUST 2003-W1		03/01/2014	MBS PAYDOWN		18,636	18,636	18,688	18,636	.0	.0	.0	.0	.0	18,636	.0	.0	.0	101	12/01/2042	1
31392X-EX-2	FREDDIE MAC FHLMC		03/01/2014	MBS PAYDOWN		53,384	53,384	50,081	53,316	.0	68	.0	68	.0	53,384	.0	.0	.0	463	10/01/2032	1
31393D-DQ-1	FED NTL MTG ASSO 2003-58 FNMA		03/01/2014	MBS PAYDOWN		240,592	240,592	236,759	240,313	.0	278	.0	278	.0	240,592	.0	.0	.0	1,925	03/01/2032	1
31393E-Q4-4	FED NTL MTG ASSO FNMA		03/01/2014	MBS PAYDOWN		171,358	171,358	163,846	170,196	.0	1,162	.0	1,162	.0	171,358	.0	.0	.0	1,236	03/01/2032	1
31393M-6S-5	FEDERAL HOME LOAN MTGE CO FHLMC		03/01/2014	MBS PAYDOWN		67,806	67,806	67,785	67,806	.0	.0	.0	.0	.0	67,806	.0	.0	.0	542	03/01/2033	1
31394C-2T-8	FED NTL MTG ASSO 2005-23 FNMA		03/01/2014	MBS PAYDOWN		139,073	139,073	135,083	138,982	.0	90	.0	90	.0	139,073	.0	.0	.0	1,139	01/01/2034	1
31394G-UX-9	FEDERAL HOME LOAN MTGE CO FHLMC		03/01/2014	MBS PAYDOWN		114,783	114,783	113,804	114,767	.0	.16	.0	.16	.0	114,783	.0	.0	.0	1,095	08/01/2023	1
31394H-6T-3	FEDERAL HOME LOAN MTGE CO FHLMC		03/17/2014	MBS PAYDOWN		103,016	103,016	89,826	102,493	.0	523	.0	523	.0	103,016	.0	.0	.0	762	08/01/2033	1
31394L-QN-5	FHLMC REMIC SERIES 2698		03/01/2014	MBS PAYDOWN		20,439	20,439	19,212	20,429	.0	10	.0	10	.0	20,439	.0	.0	.0	153	02/01/2026	1
31394P-DY-6	FEDERAL HOME LOAN MTGE CO FHLMC		01/29/2014	MBS PAYDOWN		1,518	1,518	1,467	1,501	.0	.17	.0	.17	.0	1,518	.0	.0	.0	6	07/01/2032	1
31394R-HM-4	FEDERAL HOME LOAN MTGE CO FHLMC		03/17/2014	MBS PAYDOWN		247,861	247,861	246,799	247,335	.0	526	.0	526	.0	247,861	.0	.0	.0	1,799	02/01/2034	1
31395L-XC-0	FHLMC REMIC SERIES 2916		03/01/2014	MBS PAYDOWN		157,367	157,367	153,014	156,853	.0	514	.0	514	.0	157,367	.0	.0	.0	1,097	01/01/2033	1

STATEMENT AS OF MARCH 31, 2014 OF THE Kanawha Insurance Company

SCHEDULE D - PART 4

Show All Long-Term Bonds and Stock Sold, Redeemed or Otherwise Disposed of During the Current Quarter

1	2	3	4	5	6	7	8	9	10	Change In Book/Adjusted Carrying Value					16	17	18	19	20	21	22
										11	12	13	14	15							
CUSIP Ident-ification	Description	For-ign	Disposal Date	Name of Purchaser	Number of Shares of Stock	Consid-eration	Par Value	Actual Cost	Prior Year Book/ Adjusted Carrying Value	Unrealized Valuation Increase/ (Decrease)	Current Year's (Amor-tization)/ Accretion	Current Year's Other Than Temporary Impairment Recogn-ized	Total Change in Book/ Adjusted Carrying Value (11 + 12 - 13)	Total Foreign Exchange Change in Book /Adjusted Carrying Value	Book/ Adjusted Carrying Value at Disposal Date	Foreign Exchange Gain (Loss) on Disposal	Realized Gain (Loss) on Disposal	Total Gain (Loss) on Disposal	Bond Interest/ Stock Dividends Received During Year	Stated Con-tractual Maturity Date	NAIC Desig-nation or Market In-dicator (a)
31395M-YP-8	PHLMC REMIC SERIES 2931		03/01/2014	MBS PAYDOWN		107,371	107,371	104,644	107,273	.0	.97	.0	.97	.0	107,371	.0	.0	.0	.934	12/01/2033	1
31402R-JL-4	FED NTL MTG ASSO	FNMA	03/01/2014	MBS PAYDOWN		78,975	78,975	82,023	79,038	.0	(63)	.0	(63)	.0	78,975	.0	.0	.0	.618	07/01/2035	1
31405S-ET-7	FED NTL MTG ASSO	FNMA	03/01/2014	MBS PAYDOWN		50,475	50,475	51,735	50,485	.0	(10)	.0	(10)	.0	50,475	.0	.0	.0	.746	09/01/2035	1
31412M-J8-2	FED NTL MTG ASSO	FNMA	03/01/2014	MBS PAYDOWN		53,835	53,835	55,299	53,835	.0	.0	.0	.0	.0	53,835	.0	.0	.0	.465	03/01/2033	1
31412R-EE-3	FED NTL MTG ASSO	FNMA	03/01/2014	MBS PAYDOWN		82,070	82,070	83,006	82,082	.0	(12)	.0	(12)	.0	82,070	.0	.0	.0	.628	03/01/2040	1
31412R-L7-0	FNMA 30 YR	FNMA	03/01/2014	MBS PAYDOWN		2,155	2,155	2,156	2,155	.0	.0	.0	.0	.0	2,155	.0	.0	.0	.13	12/01/2040	1
31412R-MN-4	FED NTL MTG ASSO	FNMA	03/01/2014	MBS PAYDOWN		6,654	6,654	6,657	6,654	.0	.0	.0	.0	.0	6,654	.0	.0	.0	.40	12/01/2040	1
31415Y-EX-3	FED NTL MTG ASSO	FNMA	03/01/2014	MBS PAYDOWN		158,102	158,102	162,376	158,324	.0	(222)	.0	(222)	.0	158,102	.0	.0	.0	1,350	12/01/2038	1
31416K-SE-9	FED NTL MTG ASSO	FNMA	03/01/2014	MBS PAYDOWN		146,587	146,587	146,931	146,604	.0	(17)	.0	(17)	.0	146,587	.0	.0	.0	.949	02/01/2039	1
31416T-T8-2	FED NTL MTG ASSO	FNMA	03/01/2014	MBS PAYDOWN		7,661	7,661	7,679	7,661	.0	.0	.0	.0	.0	7,661	.0	.0	.0	.57	08/01/2039	1
31417E-S4-4	FED NTL MTG ASSO	FNMA	03/01/2014	MBS PAYDOWN		79,479	79,479	82,946	79,495	.0	(17)	.0	(17)	.0	79,479	.0	.0	.0	.378	01/01/2043	1
31417L-O6-5	FED NTL MTG ASSO	FNMA	03/01/2014	MBS PAYDOWN		84,310	84,310	84,508	84,311	.0	(1)	.0	(1)	.0	84,310	.0	.0	.0	.364	01/01/2040	1
31417M-LN-1	FED NTL MTG ASSO	FNMA	03/01/2014	MBS PAYDOWN		63,170	63,170	65,716	63,203	.0	(33)	.0	(33)	.0	63,170	.0	.0	.0	.507	10/01/2039	1
48730P-AC-4	KEENAN DEV ASSOC OF TENN	MUNI FTST	01/15/2014	CALLED SECURITY at 100.000		28,282	28,282	28,282	28,282	.0	.0	.0	.0	.0	28,282	.0	.0	.0	.710	07/15/2028	1FE
3199999	Subtotal - Bonds - U.S. Special Revenues					3,010,661	3,010,661	3,001,062	3,007,904	.0	2,756	.0	2,756	.0	3,010,661	.0	.0	.0	23,039	XXX	XXX
000780-JY-3	ABN AMRO MTG CORP 2003-8		02/25/2014	MBS PAYDOWN		518,432	518,432	520,661	518,432	.0	.0	.0	.0	.0	518,432	.0	.0	.0	.4724	06/01/2033	1FM
02005N-AF-7	ALLY FINANCIAL INC	CORPORATE	02/11/2014	MATURITY		1,600,000	1,600,000	1,600,000	1,600,000	.0	.0	.0	.0	.0	1,600,000	.0	.0	.0	.36,000	02/11/2014	3FE
023767-AA-4	AMERICAN AIRLINES INC	CORPORATE	01/31/2014	VARIOUS		30,942	30,942	30,942	30,942	.0	.0	.0	.0	.0	30,942	.0	.0	.0	.812	07/31/2021	2FE
05948X-HH-4	BA MTG SECS INC 2003-4		03/25/2014	MBS PAYDOWN		17,652	17,652	17,698	17,652	.0	.0	.0	.0	.0	17,652	.0	.0	.0	.158	06/01/2033	1FM
05949C-LU-8	BA MTG SECS INC 2005-10		03/25/2014	MBS PAYDOWN		36,712	36,712	35,357	23,777	12,770	.164	.0	12,934	.0	36,712	.0	.0	.0	.257	11/01/2033	1FM
071813-AZ-2	BAXTER INTL	CORPORATE	03/01/2014	MATURITY		1,000,000	1,000,000	997,160	999,806	.0	.194	.0	.194	.0	1,000,000	.0	.0	.0	.20,000	03/01/2014	1FE
126650-AW-0	CVS CORPORATION	CORPORATE	03/10/2014	CALLED SECURITY at 100.000		16,228	16,228	16,301	16,285	.0	(57)	.0	(57)	.0	16,228	.0	.0	.0	.143	01/11/2027	2FE
126650-BP-4	CVS CORPORATION	CORPORATE	03/10/2014	CALLED SECURITY at 100.000		5,924	5,924	5,947	5,943	.0	(18)	.0	(18)	.0	5,924	.0	.0	.0	.60	12/10/2028	2FE
126694-JT-6	CIMBS INC 2005-24		03/25/2014	MBS PAYDOWN		116,083	116,083	113,737	115,604	.0	478	.0	478	.0	116,083	.0	.0	.0	1,115	11/01/2035	2FM
126694-XS-2	CIMBS CHL MTG TR 2006-J1		03/25/2014	MBS PAYDOWN		94,895	94,895	93,812	94,510	.0	385	.0	385	.0	94,895	.0	.0	.0	1,063	02/01/2036	4FM
126690-BA-5	CIMBS, INC.		03/25/2014	MBS PAYDOWN		7,532	7,532	7,532	7,532	.0	.0	.0	.0	.0	7,532	.0	.0	.0	.111	11/01/2031	1FM
12669E-AA-8	CIMBS INC 2003-J7		03/25/2014	MBS PAYDOWN		15,349	15,349	15,074	15,296	.0	.54	.0	.54	.0	15,349	.0	.0	.0	.128	08/01/2033	1FM
16162W-NB-1	CHASE MORTGAGE FIN TR 2005-S3		03/25/2014	MBS PAYDOWN		67,060	67,060	65,488	66,806	.0	.254	.0	.254	.0	67,060	.0	.0	.0	.514	11/01/2035	2FM
21079V-AA-1	CONTL AIRLINES 2010-A	CORPORATE	01/14/2014	CALLED SECURITY at 100.000		34,751	34,751	34,751	34,751	.0	.0	.0	.0	.0	34,751	.0	.0	.0	.825	07/12/2022	2FE
22543M-AD-9	CSMC 06-C4	CMBS	03/17/2014	MBS PAYDOWN		33,341	33,341	35,539	33,350	.0	(9)	.0	(9)	.0	33,341	.0	.0	.0	.314	09/15/2039	1FM
250854-AF-3	DESF 2001-1	ABS FTST	03/03/2014	MBS PAYDOWN		680,439	680,439	722,362	679,787	.0	652	.0	652	.0	680,439	.0	.0	.0	22,523	03/01/2016	1FE
25179M-AG-8	DEVON ENERGY CORPORATION	CORPORATE	01/15/2014	MATURITY		500,000	500,000	498,870	499,961	.0	39	.0	39	.0	500,000	.0	.0	.0	.14,063	01/15/2014	2FE
31331F-AN-1	FEDEX CORP	CORPORATE	01/02/2014	MATURITY		176,201	176,201	181,861	176,203	.0	(2)	.0	(2)	.0	176,201	.0	.0	.0	.6,264	01/02/2014	2FE
31381H-GU-4	FNMA PASS-THRU BLLN MULTI 7+		03/01/2014	MBS PAYDOWN		8,048	8,048	8,050	8,048	.0	.0	.0	.0	.0	8,048	.0	.0	.0	.70	07/01/2018	1FE
31392F-DB-0	FNMA GRANTOR TRUST 2002-T16		03/01/2014	MBS PAYDOWN		90,630	90,630	100,259	90,798	.0	(169)	.0	(169)	.0	90,630	.0	.0	.0	1,094	07/01/2042	1
31393Y-SA-4	FNMA REMIC TRUST 2004-M1		03/25/2014	MBS PAYDOWN		39,261	39,261	38,508	39,093	.0	.168	.0	.168	.0	39,261	.0	.0	.0	.396	05/01/2034	1
314275-9K-6	FEDERATED RETAIL	CORPORATE	02/05/2014	VARIOUS		2,497	2,497	1,736	2,478	.0	.19	.0	.19	.0	2,497	.0	.0	.0	2,337	02/05/2014	2FE
31499K-QM-8	FEDERATED RETAIL	CORPORATE	02/05/2014	VARIOUS		2,271	2,271	1,578	2,253	.0	.17	.0	.17	.0	2,271	.0	.0	.0	2,125	02/05/2014	2FE
315992-ZB-3	FEDERATED RETAIL		02/05/2014	VARIOUS		4,087	4,087	2,840	4,056	.0	.31	.0	.31	.0	4,087	.0	.0	.0	3,824	02/05/2014	2FE
315992-ZC-1	FEDERATED RETAIL	CORPORATE	02/05/2014	VARIOUS		2,952	2,952	2,050	2,929	.0	.22	.0	.22	.0	2,952	.0	.0	.0	2,762	02/05/2014	2FE
315992-ZD-9	FEDERATED RETAIL	CORPORATE	02/05/2014	VARIOUS		3,108	3,108	2,160	3,084	.0	.24	.0	.24	.0	3,108	.0	.0	.0	1,604	02/05/2014	2FE
315992-ZE-7	FEDERATED RETAIL	CORPORATE	02/05/2014	VARIOUS		4,995	4,995	3,470	4,957	.0	.38	.0	.38	.0	4,995	.0	.0	.0	4,674	02/05/2014	2FE
315992-ZF-4	FEDERATED RETAIL	CORPORATE	02/05/2014	MATURITY		3,065	3,065	2,129	3,042	.0	.23	.0	.23	.0	3,065	.0	.0	.0	.56	02/05/2014	2FE
315992-ZG-2	FEDERATED RETAIL	CORPORATE	02/05/2014	VARIOUS		6,267	6,267	4,355	6,219	.0	.48	.0	.48	.0	6,267	.0	.0	.0	5,864	02/05/2014	2FE
315992-ZH-0	FEDERATED RETAIL	CORPORATE	02/05/2014	MATURITY		4,541	4,541	3,157	4,506	.0	.34	.0	.34	.0	4,541	.0	.0	.0	.83	02/05/2014	2FE
362334-AN-4	GSR MTG TR 2006-1F		02/01/2014	MBS PAYDOWN		62,553	62,553	60,994	62,462	.0	.90	.0	.90	.0	62,553	.0	.0	.0	.533	02/01/2036	3FM
362420-TT-4	GSR MTG TR 2005-5F		03/25/2014	VARIOUS		27,991	27,991	27,028	27,898	.0	.93	.0	.93	.0	27,991	.0	.0	.0	.245	06/01/2035	1FM
38373M-MU-1	GNMA REMIC TRUST 2005-2		03/01/2014	MBS PAYDOWN		631,506	631,506	616,740	629,932	.0	1,574	.0	1,574	.0	631,506	.0	.0	.0	3,061	11/01/2038	1
38373M-IV-8	GNMA REMIC TRUST 2007-13		03/01/2014	MBS PAYDOWN		21,862	21,862	20,142	21,829	.0	.32	.0	.32	.0	21,862	.0	.0	.0	.189	04/01/2044	1
38373V-T8-3	GNMA REMIC TRUST 2002-83		03/17/2014	MBS PAYDOWN		782,058	782,058	752,505	777,315	.0	4,743	.0	4,743	.0	782,058	.0	.0	.0	5,155	10/01/2042	1
46616V-AA-8	HENDR 12-1A: A ABS FTST		03/17/2014	MBS PAYDOWN		18,297	18,297	18,293	18,262	.0	.35	.0	.35	.0	18,297	.0	.0	.0	.131	02/15/2065	1FE
46617A-AA-3	HENDR 10-1A: A	ABS FTST	03/17/2014	MBS PAYDOWN		23,362	23,362	23,347	23,330	.0	.33	.0	.33	.0	23,362	.0	.0	.0	.126	09/15/2065	1FE
46627Q-BA-5	JP MORGAN CHASE 06-CB15	CMBS	03/12/2014	VARIOUS		82,597	82,597	89,643	82,740	.0	(143)	.0	(143)	.0	82,597	.0	.0	.0	.823	06/01/2043	1FM

STATEMENT AS OF MARCH 31, 2014 OF THE Kanawha Insurance Company

SCHEDULE D - PART 4

Show All Long-Term Bonds and Stock Sold, Redeemed or Otherwise Disposed of During the Current Quarter

1	2	3	4	5	6	7	8	9	10	Change In Book/Adjusted Carrying Value					16	17	18	19	20	21	22
										11	12	13	14	15							
CUSIP Identification	Description	For- eign	Disposal Date	Name of Purchaser	Number of Shares of Stock	Consid- eration	Par Value	Actual Cost	Prior Year Book/ Adjusted Carrying Value	Unrealized Valuation Increase/ (Decrease)	Current Year's (Amor- tization)/ Accretion	Current Year's Other Than Temporary Impairment Recogn- ized	Total Change in Book/ Adjusted Carrying Value (11 + 12 - 13)	Total Foreign Exchange Change in Book /Adjusted Carrying Value	Book/ Adjusted Carrying Value at Disposal Date	Foreign Exchange Gain (Loss) on Disposal	Realized Gain (Loss) on Disposal	Total Gain (Loss) on Disposal	Bond Interest/ Stock Dividends Received During Year	Stated Con- tractual Maturity Date	NAIC Desig- nation or Market In- dicator (a)
493915-AB-8	KIDDER PEABODY ACC 1 1967-A		03/24/2014	MBS PAYDOWN		.94	.94	.89	.93	.0	.1	.0	.1	.0	.94	.0	.0	.0	.1	02/01/2017	1FE
50180J-AD-7	LBUBS 07-C2 CMBS		03/17/2014	MBS PAYDOWN		22,665	22,665	24,117	22,671	.0	(5)	.0	(5)	.0	22,665	.0	.0	.0	245	02/15/2040	1FM
52109R-BM-2	LBUBS 07-C7 CMBS		03/17/2014	MBS PAYDOWN		6,695	6,695	7,232	6,695	.0	(1)	.0	(1)	.0	6,695	.0	.0	.0	51	09/15/2045	1FM
532457-BE-7	ELI LILLY AND COMPANY CORPORATE		03/06/2014	MATURITY		1,200,000	1,200,000	1,199,460	1,199,857	.0	143	.0	143	.0	1,200,000	.0	.0	.0	25,200	03/06/2014	1FE
576434-VV-3	MASTR ALTERNATIVE LN 2004-10		02/25/2014	MBS PAYDOWN		29,660	29,660	30,232	29,666	.0	(6)	.0	(6)	.0	29,660	.0	.0	.0	216	10/01/2019	2FM
59549P-AA-6	MDST 4A ABS FTST		01/02/2014	MBS PAYDOWN		24,595	24,595	25,759	24,595	.0	.0	.0	.0	.0	24,595	.0	.0	.0	512	04/01/2030	2FE
72817-AA-6	LUCENT INC LEASE FIN/PLAZA DR CORPORATE		03/03/2014	100.000 CALLED SECURITY at		79,026	79,026	78,965	78,985	.0	.41	.0	.41	.0	79,026	.0	.0	.0	2,647	09/01/2020	4
771196-AS-1	ROCHE HOLDING INC CORPORATE		03/03/2014	119.038 CALLED SECURITY at		198,793	167,000	164,375	165,432	.0	.60	.0	.60	.0	165,492	.0	33,301	33,301	5,066	03/01/2019	1FE
83162C-GM-9	SMALL BUSINESS ADMIN1996-20A ABS FTST		01/02/2014	MBS PAYDOWN		6,525	6,525	6,525	6,525	.0	.0	.0	.0	.0	6,525	.0	.0	.0	206	01/01/2016	1
83164E-VA-2	UNION PLANTERS ABS FTST		03/25/2014	MBS PAYDOWN		3,100	3,100	3,349	3,102	.0	(3)	.0	(3)	.0	3,100	.0	.0	.0	15	10/01/2022	1
83164E-WM-5	UNION PLANTERS ABS FTST		03/25/2014	MBS PAYDOWN		1,461	1,461	1,573	1,463	.0	(1)	.0	(1)	.0	1,461	.0	.0	.0	7	09/01/2023	1
83164E-XF-9	UNION PLANTERS ABS FTST		03/25/2014	MBS PAYDOWN CALLED SECURITY at		1,039	1,039	1,114	1,040	.0	(1)	.0	(1)	.0	1,039	.0	.0	.0	5	10/01/2023	1
858271-AA-7	STEELRIVER TRANSMISSION COMPANY LL		03/31/2014	100.000		5,317	5,317	5,317	5,317	.0	.0	.0	.0	.0	5,317	.0	.0	.0	63	06/30/2017	2FE
86359A-X9-9	STRUCTURED ASSET SECS 2003-29		03/25/2014	MBS PAYDOWN		75,909	75,909	73,740	75,579	.0	331	.0	331	.0	75,909	.0	.0	.0	637	09/01/2033	1FM
86359B-J2-8	STRUCTURED ASSET SECS 2004-20		03/25/2014	MBS PAYDOWN		6,868	6,868	6,868	6,868	.0	.0	.0	.0	.0	6,868	.0	.0	.0	79	11/01/2034	1FM
88576X-AA-4	HENDR 10-1A: A ABS FTST		03/17/2014	VARIOUS		20,659	20,659	20,654	20,618	.0	.41	.0	.41	.0	20,659	.0	.0	.0	208	07/15/2061	1FE
88732J-AQ-1	TIME WARNER CORPORATE		02/14/2014	MATURITY		800,000	800,000	798,792	799,715	.0	285	.0	285	.0	800,000	.0	.0	.0	33,000	02/14/2014	2FE
89655X-AA-6	TRL 2006-1A ABS FTST		03/14/2014	MBS PAYDOWN CALLED SECURITY at		24,279	24,279	24,279	24,279	.0	.0	.0	.0	.0	24,279	.0	.0	.0	239	05/14/2036	2FE
907833-AJ-6	UNION PACIFIC CORP		02/28/2014	100.000		181,188	181,188	184,426	183,304	.0	(2,116)	.0	(2,116)	.0	181,188	.0	.0	.0	7,248	01/10/2021	1FE
929227-Y9-1	WAMU MTG CERT 2003-S3		03/25/2014	MBS PAYDOWN CALLED SECURITY at		30,321	30,321	30,330	30,321	.0	.0	.0	.0	.0	30,321	.0	.0	.0	331	05/01/2033	1FM
93114K-AG-8	WAL-MART STORES INC CORPORATE		01/06/2014	100.000		100,225	100,225	104,214	100,933	.0	(708)	.0	(708)	.0	100,225	.0	.0	.0	4,410	12/30/2014	1FE
939336-SA-2	WASHINGTON MUTUAL 2003-MS3		03/25/2014	MBS PAYDOWN		48,368	48,368	48,368	48,368	.0	.0	.0	.0	.0	48,368	.0	.0	.0	452	03/01/2033	1FM
94983B-AH-2	WELLS FARGO MBS 2006-4		03/25/2014	MBS PAYDOWN		40,600	40,600	40,682	40,602	.0	(2)	.0	(2)	.0	40,600	.0	.0	.0	316	04/01/2036	1FM
94983Q-AJ-5	WELLS FARGO MBS 2006-3		02/25/2014	VARIOUS		16,608	16,608	16,453	16,608	.0	.0	.0	.0	.0	16,608	.0	.0	.0	122	03/01/2036	1FM
94986F-AF-4	WELLS FARGO MBS 2007-12		03/25/2014	MBS PAYDOWN		34,323	34,323	32,499	34,170	.0	153	.0	153	.0	34,323	.0	.0	.0	245	09/01/2037	1FM
3899999. Subtotal - Bonds - Industrial and Miscellaneous (Unaffiliated)						9,731,807	9,700,014	9,701,488	9,678,674	12,770	7,058	0	19,828	0	9,698,506	0	33,301	33,301	225,747	XXX	XXX
8399997. Total - Bonds - Part 4						13,851,266	13,819,473	13,813,440	13,795,260	12,770	9,932	0	22,702	0	13,817,965	0	33,301	33,301	259,895	XXX	XXX
8399998. Total - Bonds - Part 5						XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX
8399999. Total - Bonds						13,851,266	13,819,473	13,813,440	13,795,260	12,770	9,932	0	22,702	0	13,817,965	0	33,301	33,301	259,895	XXX	XXX
8999997. Total - Preferred Stocks - Part 4						0	XXX	0	0	0	0	0	0	0	0	0	0	0	0	XXX	XXX
8999998. Total - Preferred Stocks - Part 5						XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX
8999999. Total - Preferred Stocks						0	XXX	0	0	0	0	0	0	0	0	0	0	0	0	XXX	XXX
Mutual Funds			03/31/2014	Various		35,555	35,555	35,555	35,555	35,555	.0	.0	35,555	.0	.0	.0	.0	.0	.0		
9099999. Subtotal - Common Stocks - Industrial and Miscellaneous (Unaffiliated)						35,555	XXX	35,555	35,555	35,555	0	0	35,555	0	0	0	0	0	0	XXX	XXX
9799997. Total - Common Stocks - Part 4						35,555	XXX	35,555	35,555	35,555	0	0	35,555	0	0	0	0	0	0	XXX	XXX
9799998. Total - Common Stocks - Part 5						XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX
9799999. Total - Common Stocks						35,555	XXX	35,555	35,555	35,555	0	0	35,555	0	0	0	0	0	0	XXX	XXX
9899999. Total - Preferred and Common Stocks						35,555	XXX	35,555	35,555	35,555	0	0	35,555	0	0	0	0	0	0	XXX	XXX
9999999 - Totals						13,886,821	XXX	13,848,995	13,830,815	48,325	9,932	0	58,257	0	13,817,965	0	33,301	33,301	259,895	XXX	XXX

(a) For all common stock bearing the NAIC market indicator "U" provide: the number of such issues.....0

Schedule DB - Part A - Section 1 - Options, Caps, Floors, Collars, Swaps and Forwards Open  
**N O N E**

Schedule DB - Part B - Section 1 - Futures Contracts Open  
**N O N E**

Schedule DB - Part B - Section 1B - Brokers with whom cash deposits have been made  
**N O N E**

Schedule DB - Part D - Section 1 - Counterparty Exposure for Derivative Instruments Open  
**N O N E**

Schedule DB - Part D-Section 2 - Collateral for Derivative Instruments Open - Pledged By  
**N O N E**

Schedule DB - Part D-Section 2 - Collateral for Derivative Instruments Open - Pledged To  
**N O N E**

Schedule DL - Part 1 - Reinvested Collateral Assets Owned  
**N O N E**

Schedule DL - Part 2 - Reinvested Collateral Assets Owned  
**N O N E**

SCHEDULE E - PART 1 - CASH

Month End Depository Balances

1	2	3	4	5	Book Balance at End of Each Month During Current Quarter			9
					6	7	8	
					First Month	Second Month	Third Month	
Depository	Code	Rate of Interest	Amount of Interest Received During Current Quarter	Amount of Interest Accrued at Current Statement Date				*
WELLSFARGO - KIC NEW BUSINESS								
Atlanta, GA		0.000	0	0	0	45	45	XXX
WELLSFARGO Atlanta, GA		0.000	0	0	(11,250)	0	(12,500)	XXX
WELLSFARGO - KIC EXCESS RIS Atlanta, GA		0.000	0	0	(620,866)	(711,076)	(637,483)	XXX
WELLSFARGO - NTL/KMA CORE C Atlanta, GA		0.000	0	0	(188,928)	(223,418)	(113,604)	XXX
WELLSFARGO - KIC INDIV CLAI Atlanta, GA		0.000	0	0	(932,570)	(963,302)	(904,996)	XXX
WELLSFARGO - KIC GROUP CLAI Atlanta, GA		0.000	0	0	(310,188)	(363,930)	(371,332)	XXX
WELLSFARGO-KIC MID WEST LIFE Atlanta, GA		0.000	0	0	10,177	(1,525)	5,823	XXX
WELLSFARGO - KIC MEGA LIFE Atlanta, GA		0.000	0	0	9,010	9,655	2,168	XXX
WELLSFARGO-COLUMBIAN MUTUAL Atlanta, GA		0.000	0	0	(120,448)	(117,116)	(118,458)	XXX
JP MORGAN CHASE-KIC New York, NY		0.000	0	0	233,442	28,017	810,630	XXX
WELLSFARGO-COLUMBIAN LIFE INS Atlanta, GA		0.000	0	0	89,417	127,550	63,596	XXX
WELLSFARGO - KIC REGULAR Atlanta, GA		0.000	0	0	1,320,597	1,544,102	1,416,330	XXX
WELLSFARGO - KIC ULA DEPOSI Atlanta, GA		0.000	0	0	(104,450)	(151,450)	(172,042)	XXX
WELLSFARGO -KIC SECURITY BE Atlanta, GA		0.000	0	0	(12,775)	(45,304)	(6,167)	XXX
WELLSFARGO - KIC ULA CLAIMS Atlanta, GA		0.000	0	0	(4,025)	(4,025)	(4,025)	XXX
US BANK - KIC DELL TPA COLL Milwaukee, WI		0.000	0	0	231,594	421,630	644,812	XXX
US BANK - KIC DELL TPA CLAIMS Milwaukee, WI		0.000	0	0	(40,594)	(170,801)	(291,868)	XXX
CITIBANK - KIC New Castle, DE		0.000	0	0	21,709	0	0	XXX
B OF NY - KIC FIMMAS New York, NY		0.000	0	0	53,997	48,092	154,295	XXX
B OF A - KIC CHCS PREM Atlanta, GA		0.000	0	0	517,656	597,613	465,269	XXX
B OF A - KIC CHCS CLMS Atlanta, GA		0.000	0	0	(1,867,757)	(1,482,807)	(2,082,546)	XXX
JP MORGAN CHASE-KIC LT New York, NY		0.000	0	0	159,206,307	150,570,181	45,689,887	XXX
WELLS FARGO - KIC FIMMAS Atlanta, GA		0.000	0	0	(374)	2,853	(101,356)	XXX
0199998. Deposits in ... 0 depositories that do not exceed the allowable limit in any one depository (See instructions) - Open Depositories	XXX	XXX	0	0	14,082,345	19,064,054	23,776,534	XXX
0199999. Totals - Open Depositories	XXX	XXX	0	0	171,562,027	168,179,037	68,213,014	XXX
0299998. Deposits in ... 0 depositories that do not exceed the allowable limit in any one depository (See instructions) - Suspended Depositories	XXX	XXX	0	0	0	0	0	XXX
0299999. Totals - Suspended Depositories	XXX	XXX	0	0	0	0	0	XXX
0399999. Total Cash on Deposit	XXX	XXX	0	0	171,562,027	168,179,037	68,213,014	XXX
0499999. Cash in Company's Office	XXX	XXX	XXX	XXX	0	0	0	XXX
0599999. Total - Cash	XXX	XXX	0	0	171,562,027	168,179,037	68,213,014	XXX

STATEMENT AS OF MARCH 31, 2014 OF THE Kanawha Insurance Company

**SCHEDULE E - PART 2 - CASH EQUIVALENTS**

Show Investments Owned End of Current Quarter

[illegible]